

Ex-Reagan Aide Reported Linked to Contra Fund-Raiser

By Thomas B. Edsall and David Hoffman. WASHINGTON — Carl R. Channell, who has pleaded guilty to tax-fraud conspiracy in connection with the Iran-contra affair...



Police in Warsaw breaking up demonstrations Friday by supporters of Solidarity, the banned labor union.

Poland Cracks Down on May Day Protests

By Jackson Diehl. WASHINGTON — Police officers broke up May Day demonstrations throughout Poland on Friday, beating protesters and detaining dozens of persons in the strongest repression by the government since a policy of political liberalization was begun nine months ago.

They were attacked and some were beaten with their bannet poles by plainclothes policemen, witnesses said. In May Day events elsewhere: Nearly 10,000 South African blacks and whites, in the largest anti-government gathering since emergency rule was imposed in June...

Reagan May Lift Japan Sanctions By June Summit

WASHINGTON — Prime Minister Yasuhiro Nakasone of Japan urged Friday that sanctions against \$300 million worth of Japanese electronics products be withdrawn "promptly," and President Ronald Reagan said he hoped the tariffs could be lifted in time for the economic summit meeting in Venice in early June.

U.S. Banks Raise Prime Rate to 8% From 7.75%

NEW YORK — Major U.S. banks raised their prime lending rate Friday to 8 percent from 7.75 percent, reflecting a rise in their wholesale cost of funds caused largely by the falling dollar.

In '88 Race, Democrats Revert to Old Image

By Paul Taylor. WASHINGTON — Had anyone guessed a year ago that a Democratic Party buried by two successive landslide election defeats would charge into the 1988 presidential campaign with its candidates calling for a more compassionate government, higher taxes, less defense spending and more military restraint, the prediction would have seemed outlandish.

Pope Beatifies Carmelite, Born a Jew, Slain by Nazis

COLOGNE — Pope John Paul II on Friday beatified Edith Stein, a Jewish-born Carmelite nun who died in the gas chambers at Auschwitz.



A group of nuns waved to Pope John Paul II as he rode around Cologne stadium on Friday when he arrived to beatify Edith Stein, the Jewish-born nun who was killed by the Nazis at Auschwitz. The beatification was criticized by some Jews as a distortion of history.

House debate showed concern over a weakened U.S. position in the world economy. Page 6.

ulate its domestic economy, thus creating a bigger market for U.S. goods. Japan's lowering of short-term rates, combined with the recent rise in U.S. interest rates reflected in the prime, widens the gap in rates between the two nations...

Kiosk Israeli Planes Raid Lebanon

SIDON, Lebanon (Reuters) — Israeli warplanes attacked Palestinian guerrillas targets in refugee camps east of the southern Lebanese port of Sidon on Friday, killing at least six persons, the police said.

A Day's Labor in Soviet: Not Just for the State

By Celestine Bohlen. WASHINGTON — A much-heralded law that went into effect Friday allows thousands of Soviet citizens for the first time to work for themselves instead of the state.

Speculating on Gorbachev: A Test of Strength at the Kremlin

By Robert C. Toth. WASHINGTON — For Mikhail S. Gorbachev, under fire inside the Soviet Union for his party and government reforms, the coming year will provide a make-or-break test of his ability to survive.

Diana, princess of Wales, is facing a run of bad news from, and in, the press. Page 18.

GENERAL NEWS ■ A new Seoul opposition party has selected Kim Young Sam as its president. Page 6. ■ Increasing sales of farmland reflect a new optimism about the U.S. farm economy. Page 3. BUSINESS/FINANCE ■ The Soviet Union agreed to buy four million metric tons of U.S. wheat. Page 11. ■ Japanese companies have taken the lead in doing business with China. Page 11.

Handwritten text: JPL 100 1520

Sales of U.S. Farmland Reflect a New Optimism About Farm Economy

By William Robbins
New York Times Service

OSAWATOMIE, Kansas — The country's major agricultural lenders are beginning to sell much of the vast acreage they have been taking over from troubled farmers for the last few years. And they often are finding ready and sometimes eager buyers.

"I've always been told that when the farmer starts buying you will have seen the bottom of the market," said Rick Atig, a farm manager in northwestern Iowa. "Well, the farmers have started buying."

The purchases by farmers as well as investors reflect a new optimism about the U.S. farm economy, which has been in recession for much of this decade. The long slide in farmland values, which are the principal basis for agricultural credit, appears to be ending. Indeed, in some areas, particularly in Illinois and Iowa, farmland values are rising.

Many economists, while noting that trouble spots remain, find this and other aspects of the agricultural picture more encouraging than any they have seen in recent years.

Farming costs, including interest rates, have declined from the peaks that helped bring on the agricultural recession, although interest rates are now inching up again. The total national farm debt has fallen about 12 percent over the last two years, from \$198.7 billion to \$174 billion. And farm income this year is expected to total \$31 billion to \$33 billion, up from \$29 billion in 1986.

"I think we are seeing a turnaround in farm psychology," said Mark Drabentzoff, research officer and economist at the Federal Reserve Bank of Kansas City, Missouri. "It is based on the worst being over rather than on a really strong economic picture, but people are positioning themselves for the future."

Harry Milne, a 70-year-old farmer in southeastern Kansas who has built a reputation for astute land dealings, went out the other day and bought a farm he had been watching for two years, waiting for the right price.

"I believe the land is coming back," he said. "I don't think land is going to get any lower, and I think you're going to see a steady rise for the next 20 years."

Prices being paid are often less than 50 percent of the peak they reached in 1981, but they vary widely from region to region and from one type of farmland to another. Mr. Milne, for example, recently paid \$250 an acre (about half a hectare) for some pasture but was outbid by an outside investor, while he sought to buy similar land nearby for a comparable price.

Good cropland in Missouri is now selling for about \$350 an acre, lenders there say, while recent sales of some of the best land in Illinois have been reported at prices as high as \$2,000 an acre. In his area of Iowa, according to Mr. Atig, good land is going for \$1,100 to \$1,300 an acre.

In southeastern Kansas, the average price for cropland is \$400 to \$500 an acre, "and that's up about 20 to 25 percent," said Gary Hosack, a realty executive in Paola.

The current situation follows a boom-and-bust decade, with exuberant investment in land and equipment by farmers in the late 1970s. Many wound up heavily in

Agents Confiscate Leaflets in Raid on Nicaraguan Paper

By Richard Boudreau
Los Angeles Times Service

SAN JOSE DE BOCAJ, Nicaragua — Survivors of a guerrilla attack in which an American engineer was killed have contradicted both the government's initial report that he was slain after being captured and the guerrillas' assertion that he was caught in a cross fire between rebel and militia forces.

Four armed and uniformed militiamen were working at a power plant construction site here when U.S.-backed rebels, known as contras, attacked it and killed the American, Benjamin E. Linder, according to two survivors.

Mr. Linder was also armed, but neither he nor the militiamen were able to shoot back when the rebels hurled six hand grenades at them from about 10 yards (nine meters) away and opened fire with automatic weapons, the survivors said.

The engineer, who was working for the Sandinist government, died of shrapnel wounds in the head, and two Nicaraguans — a militiaman and an unarmed worker — were also killed in the Tuesday morning attack. Four construction workers survived.

Beyond contradicting both the government and contra versions of the attack, the accounts by two militiamen interviewed Wednesday also underscored a recurring issue of the five-year conflict: whether the presence of armed workers or militiamen at a Sandinist civilian project makes them legitimate military targets.

Hundreds of armed and unarmed Nicaraguan professionals working for the Sandinist revolution, including 166 teachers and 52 doctors, have been reported killed in rebel attacks. There have been a few European victims, but Mr. Linder, 27, of Portland, Oregon, was the first such American killed.

Mr. Linder had arrived last week in San José de Boca, a farming community 192 miles (310 kilometers) northeast of Managua, to build a hydroelectric plant to bring electricity to the town's 3,000 residents. Last May 1, he electrified the nearby town of El Cua, his home since 1984, with a similar project.

Eulogio Moran, a local official of the National Farmers and Cattlemen's Union, said that Mr. Linder recruited four militiamen, along with two other men from San José de Boca, to help build the new plant because of a belief that such projects, in themselves, are rebel targets in need of protection.

Mr. Moran said, "Here the rebels do not respect the development of the people."

Two reporters who drove to the town Wednesday heard occasional mortar and machine-gun fire in the Boca Valley, which is a major route of infiltration by the rebels from their camps in Honduras.

"Townsppeople said that the rebels had considerable support among peasant farmers outside San José de Boca but that the attack was

Accounts of American's Slaying by Contras Disputed



President Ortega of Nicaragua, center, helping to carry the coffin of Benjamin E. Linder.

Earlier in the day, more than 100 Americans working for the Sandinist cause demonstrated for a second day outside the U.S. Embassy in Managua, blaming the Reagan administration for the engineer's death.

The Sandinist government has not reported or acknowledged that Mr. Linder and some of his work crew were armed. In a protest note to the United States on Tuesday, it said the American was "captured and later killed."

The Nicaraguan Democratic Force, the largest rebel group, issued a statement in Honduras saying Mr. Linder died "in the midst of a firefight between one of our patrols and a group of militia of the Sandinist Army" accompanying him.

Many pro-Sandinist Americans expressed belief that Mr. Linder, who was committed to building five power plants in Jinotega Province, was singled out by the rebels.

The engineer once told an interviewer that in late 1985 or early 1986 the contras kidnapped the sister of a man who was working on the plant in El Cua and freed her with the message that the entire work crew there was considered a rebel target.

After that, friends said, Mr. Linder began to carry an automatic rifle.

In September, Mr. Linder and other Americans working in Nicaraguan war zones filed a lawsuit in Washington to cut off U.S. aid to the contras on the ground that their lives were endangered by rebel attacks.

In a written affidavit for the unsuccessful suit, the engineer said there had been frequent rebel ambushes on the roads he traveled.

The two surviving militiamen said the work crew in San José de Boca had not been previously troubled by the rebels.

Rebel leaders have said that anyone armed and working for the government in a war zone was presumed to be a soldier and therefore a legitimate military target.

negotiate from a position of strength.

Convening a peace conference under United Nations sponsorship is now a central goal of Soviet policy in the Middle East, Moscow says the meeting should be attended by the five permanent members of the United Nations Security Council, by Arab countries directly involved in the conflict, by Israel and by the Palestine Liberation Organization.

AMERICAN TOPICS

Major Quake Possible In Pacific Northwest

Analysis of the geology along the coast of Washington and Oregon has raised the possibility of an earthquake there as severe as any recorded anywhere in this century, The New York Times reports.

Since no major quake has struck the region in at least 200 years, the probability appears to be low. But a lack of information on how often large quakes have occurred there in the past hinders forecasting, according to Dr. Thomas H. Heaton and Dr. Stephen H. Hartzell of the U.S. Geological Survey.

The geological structures and movements off the Pacific Northwest resemble those in southern Chile, Colombia, and southwest Japan, all of which have had frequent severe earthquakes, they noted.

No major quake has occurred in the Northwest since European settlement began about 1810, although frequent, relatively minor tremors strike the region. Nevertheless, the scientists said, there are indications of periodic sea floor landslides and coastal subsidence in the more distant past.

Mr. Heaton said a "good guess" for recurrence of great quakes in the Northwest would be between 300 and 1,000 years. He said this was no reason for complacency, since the date of the last one is unknown and recurrence rates can be highly variable.

Notes About People

Henry A. Kissinger's next book will be about the meaning of diplomacy: "I will draw on my experiences but it will not be an account of my conduct of foreign policy," said the secretary of state in the Nixon and Ford administrations. He already has written two volumes on that subject with a third yet to come. Mr. Kissinger, 63, said his book on diplomacy will examine such varied leaders as Mao Zedong, Richard M. Nixon, Anwar Sadat, Golda Meir, King Faisal and Leonid I. Brezhnev. It will also show how diplomacy varies with the culture and interests of each country.

A statement by Senator Carl Levin, Democrat of Michigan, said that "to the wild applause of family and staff," he had "decided not to be a candidate for president in 1988." Senator Levin, 52, said that two persons in Escanaba, Michigan and a third person in Detroit had mentioned his possible candidacy but that he would "resist this outpouring of public support." He said one regret was that he would miss "the relentless gut-wrenching travel that fund-raising requires, which during my last campaign permitted me to shed three pounds."

—ARTHUR HIGBEE

Short Takes

Ninety-nine American products said to be the best of their kind are listed in the May issue of Money magazine, including Jell-O gelatin, Maine lobsters, Ford pickup trucks and Xerox copiers. No American computers or machine tools made the list of goods, which are held to be unique, dominant or "clearly superior to their overseas competition." But the Jarvik artificial heart did, as did M&M chocolate drops, Wrigley's chewing gum, Crayola crayons

Syria Expected to Get New Soviet Aid

By Ihsan A. Hijazi
New York Times Service

BEIRUT — Western diplomats say they believe that the Soviet Union will provide Syria with more advanced weapons and reschedule the Syrian debt under a recent agreement between President Hafez al-Assad and Mikhail S. Gorbachev.

The diplomats believe the Soviet pledge was given to encourage Syria to take part in a proposed conference on the Arab-Israeli conflict.

Mr. Assad returned home April 25 after a three-day visit to Moscow, his first in two years. A communiqué after the talks said the Soviet Union would upgrade Syria's military capacity, but did not give details.

The Syrian press said cooperation with the Soviet Union would have an impact on the Middle East as a whole. The daily newspaper Al Ba'ath said Mr. Assad's visit to Moscow "has injected a new di-

ment ion into relations between the two countries."

The Western diplomats said they believed that the Soviet Union would provide jet fighters, surface-to-surface and surface-to-air missiles as well as tanks. They said Moscow was expected to increase the number of military technicians.

It is estimated that there are now 2,500 Soviet military personnel in Syria. Syrian forces, totaling well over 200,000, have been relying almost totally on Soviet supplies.

The diplomats said they believed that Moscow had also agreed to reschedule Syrian loans totaling about \$15 billion. The debt accumulated from past military purchases and from Soviet financing of economic development projects.

In March, Moscow agreed to reschedule Egypt's debt.

A major Syrian objective has been to achieve military parity with Israel, which Mr. Assad says is the only way to enable the Arabs to

717 Jews Left Soviet in April

GENEVA — At least 717 Jews emigrated from the Soviet Union last month, the highest monthly total since 1,000 were allowed to leave in July 1981, the Intergovernmental Committee for Migration said Friday. The figure, based on arrivals in Vienna, was up from 470 in March, 146 in February and 98 in January.

DIAMONDS

YOUR BEST BUY

Single diamonds at wholesale prices by ordering direct from Antwerp, the world's most important cut-diamond market. Give diamonds to the ones you love, buy for investment, for your enjoyment. Write airmail for free price list or call us:

Joachim Goldenstein
diamondexport BVBA
Established 1928
Polikstraat 62, B-2018 Antwerp, Belgium • Tel: (323) 234.07.51
Telex: 71779 gyl b
at the Diamond Club Bldg.

Gold Medal

NON RARE DIAMANTI ITALIANI

INTERNATIONAL REAL ESTATE

U.S.A.

2,400 Sq. Ft. Store
on
Prestigious Worth Avenue
Available for Lease

Please Respond to:
VIA PARIGI PROPERTIES
356 Worth Avenue,
Palm Beach, Fla. 33480.

FRANCE
MEDITERRANEE
Presqu'île de GIENS
(VAR)

At the water's edge, on the Giens promontory, luxurious new villa, 400 m² habitable space (+terrace, solarium), 3,500 m² arborized grounds with a 100 m shoreline. Panoramic view.

F.Fr. 5,500,000.—
BROLLIET & CIE.
Quai des Bergues 23,
1201 Geneva, Switzerland.
Tel: 22/31 38 00, Ext. 255.

Own land in the great American West ★

Five or more acres of this land can be yours. Easy credit terms available.

Here's an outstanding opportunity to acquire a sizable piece of America's ranchland at a very modest cost.

Sangre de Cristo Ranches Inc., the land development subsidiary of FORBES MAGAZINE, the American financial publication, is now offering for sale scenic ranchland in Colorado's Rocky Mountains. Spectacular land for a homestead and a lifetime of appreciation.

Minimum 5-acre ranch sites starting at \$4,500

Send today for fact kit and full color brochure

SWITZERLAND

SWITZERLAND FOR RENT

In Carona (near Lugano, Canton of Ticino)

2-bedroom apartments
3-bedroom apartments
Penthouse apartment

Very quiet location with excellent climate and view of lake and mountains. All apartments generously sized, each bedroom with separate bath or shower; modern kitchen; large, covered balconies.

For an appointment, please contact:
FALCIU S.A.,
6914 Carona, C.H.
Tel.: 091/68 92 69.

FORBES EUROPE

SANGRE DE CRISTO RANCHES INC.
P.O. BOX 86, Dept. INT
LONDON W11 3UT
ENGLAND

Name _____
Address _____

LONDON RESIDENTIAL LETTING AGENTS

Appears every FRIDAY

Forget them not.

You've shared so many memories with so many people in the States. It would be a shame to leave them all behind. So pick up the phone. And let AT&T help you pick up where you left off.

AT&T

INTERNATIONAL Herald Tribune

Published With The New York Times and The Washington Post

Call It an Antitrade Bill

Driven by an inflated sense of grievance, the U.S. House of Representatives has now passed the protectionist and punitive Gephardt amendment to the trade bill. It was as bad a mistake as the House is likely to make this year. If the Senate allows it to survive, the bill will deserve to be vetoed.

equalization tariff" on all imports from those countries, regardless, apparently, of all the trade treaties and tariff agreements that the United States has signed.

Subsidy by Sanctuary

President José Napoleón Duarte of El Salvador has asked President Reagan to give temporary refuge to half a million Salvadorans living illegally in the United States.

refuge on the basis of Mr. Duarte's economic appeal would twist the idea of refugee into a subsidy. That distortion would extract an intolerably high price, vitiating the new immigration law even before it takes effect.

Other Comment

Dealing With Waldheim
Well before Dr. Kurt Waldheim won the Austrian presidential election last year, there were moves to ensure that, even if he became a head of state, he would not be allowed to enter the United States.

Soviet Union atoned in part for President Reagan's grossly insensitive appearance at Bithyn in 1985, and at little practical cost. Whatever the motives, the symbol of the act is important, and richly deserved.

Japan Should Study Mr. Marshall's Plan

By Flora Lewis

URIN—The Latin American historian was waxing eloquent about the heartless, needless neglect of Latin America. "You made a Marshall Plan for Europe, for Asia, for Africa, even for Israel, for everybody but Latin America," he said. "Why?"

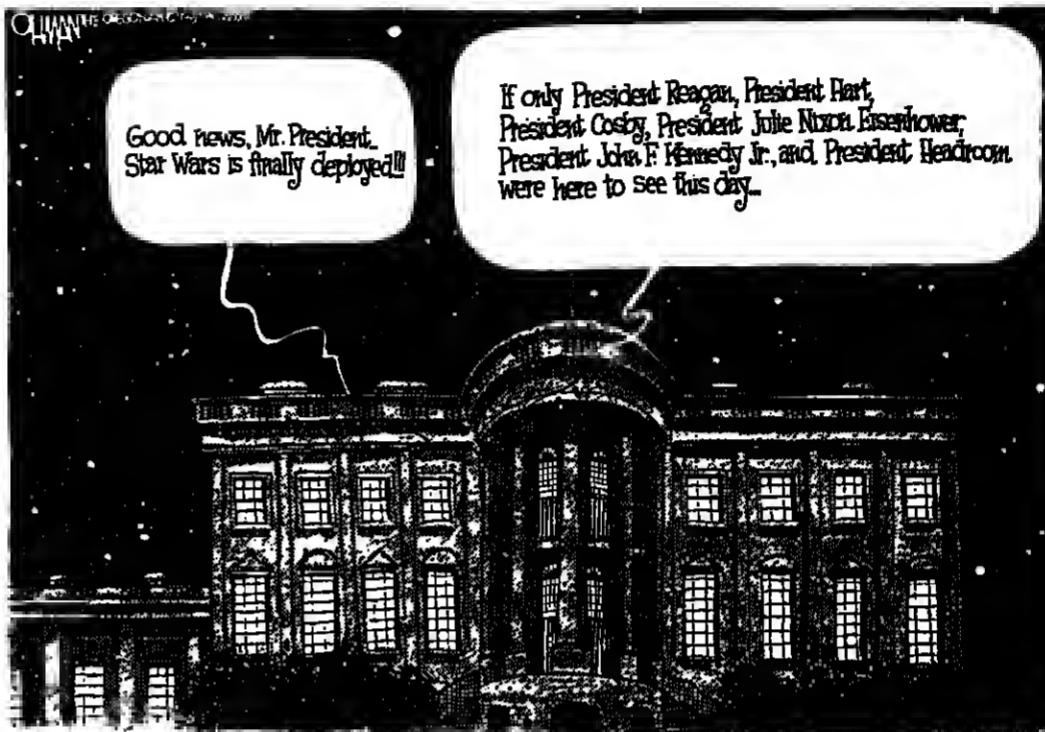
The idea made such good sense that it seemed miraculous, and so did the results. But it was not a recipe. To suppose the secret of success was the sheer quantity of wealth redistributed at a time of total imbalance is to misread the present as well as the past.

There are some elements now that are similar to those of the immediate postwar period. One is skewed trade, with a few countries piling up vast surpluses and most having to cut back on what they buy as they try to compete for dwindling export markets.

SDI: Too Soon To Know Even What to Ask

By Peter D. Zimmerman

WASHINGTON — A study group of the scientific community, given full access to the secrets of the Strategic Defense Initiative Organization, has made its report to its sponsor, the American Physical Society, and to the government.



As America Fiddles, the Space Gap Grows

By Don Eyles

BOSTON — While the United States is busy creating its Strategic Defense Initiative, which will be of absolutely no value unless an enemy chooses to attack in a particular way, the Soviet Union is rapidly outflanking it by reaching farther into space.

As a transportation system for the deployment of weapons, SDI and civilian space flight also compete for a common pool of talent and creativity.

full view and free from scandal. Americans walked on the moon, then quit. They built two Skylab space stations, flew one, then consigned the second to the Smithsonian Institution.

Isn't It Time the '60s Came to an End?

By Charles Krauthammer

WASHINGTON — Washington was treated recently to a nostalgic whiff of the Sixties: an anti-war march, a sit-down at CIA headquarters, Daniel Ellsberg, Philip Berenson, only Amy Carter, heir to this great tradition, was missing; school obligations intervened, it seems.

great cliché of 1987 is competitiveness. Everyone is for it: left, right and neoliberal. On Mondays and Wednesdays, teeth gnash over America's lack of competitiveness.

Rhetoric on the Table
If it weren't so tragic it would be funny — all the self-serving sophistries that appear in the editorial columns about Soviet peace initiatives and American responses to them.

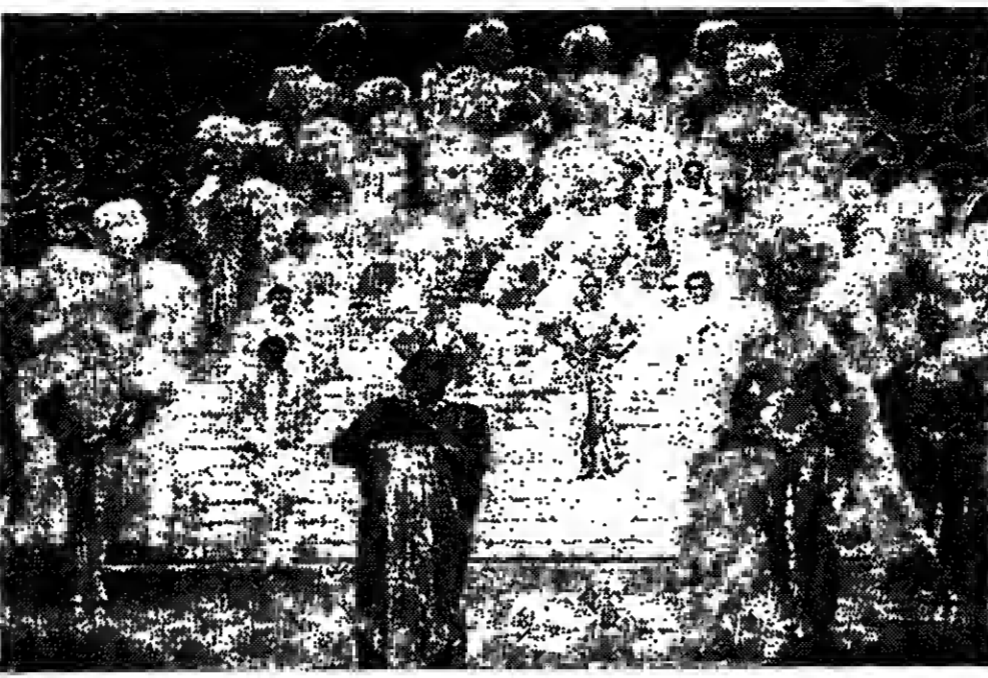
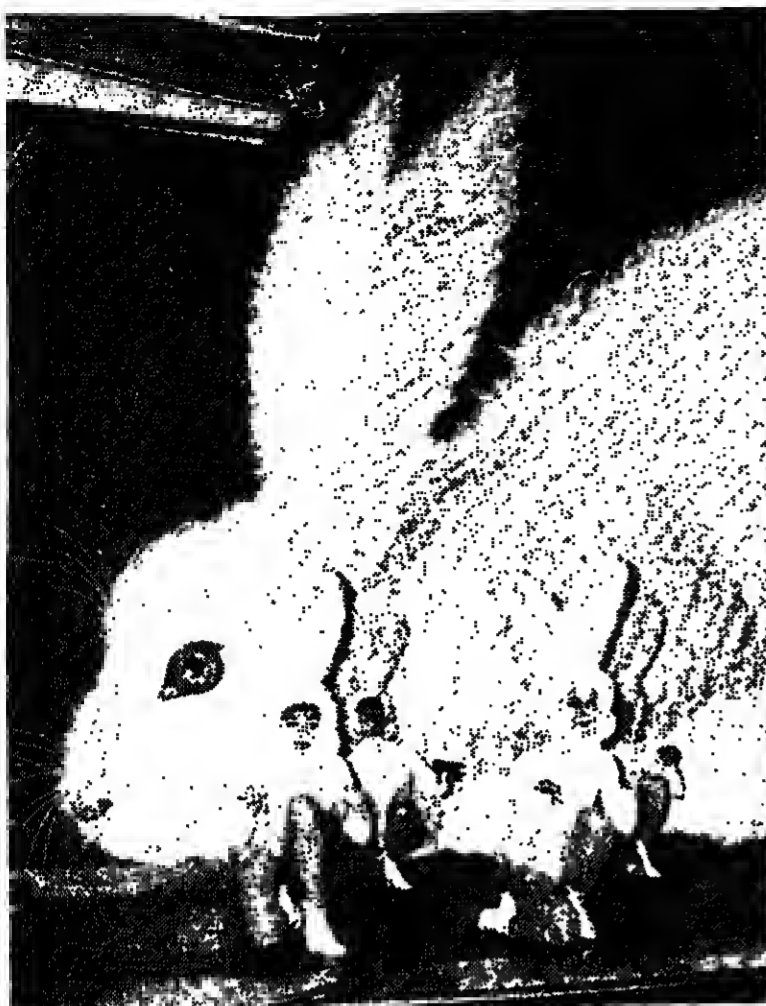
should put on the table rhetorical statements it would consider bargaining away. "We will stop accusing you of cheating on arms control agreements." "We will refrain from referring to your country as the evil empire."

INTERNATIONAL HERALD TRIBUNE
JOHN HAY WHITNEY, Chairman 1986-1987
KATHARINE GRAHAM, WILLIAM S. PALEY, ARTHUR OCHS SULZBERGER
LEE W. HUEBNER, Publisher
JOHN VINOCUR, Executive Editor • WALTER WELLS, Editor • SAMUEL ABE, KATHERINE KNORR and CHARLES MITCHELL, Deputy Editors • CARL GEWIRTZ, Associate Editor • ROBERT J. DONAHUE, Editor of the Editorial Pages

CURRENCY M Dollar E CHINA: 01

WEEKEND

Folies Bergère, Kicking Off Centennial Celebration



Past and present at the Folies Bergère: far left, "The Little Rabbits," from a revue of 1968; center, "Folies en Folie," the new centenary show, starring Bertice Reading; and left, Josephine Baker, who first performed at the Folies in the 1920s, and became one of its greatest stars.

by Thomas Quinn Curtiss
PARIS — The Folies Bergère, one of the world's most famous music halls in the neighborhood, not in any spirit of sly rivalry, but because it replaced a furniture shop that specialized in bedroom suites. It opened its doors in 1869 with mixed programs of songs and pantomimes (Paul Legrand, the mime, was its Pierrot) and for a spell it housed classic concerts of such composers as Gounod, Massenet and Saint-Saëns. In 1871 during the Commune it was pressed into service as a lecture hall for the dissemination of political propaganda. Henri Rochefort, the fiery journalist, and the revolutionary historian, Jules Michelet, addressed the crowds from its platform.

them so the theater's future is secure for at least another century.
The playbills of the Folies blaze with the names of artists of formidable reputation. Pavlova danced on its stage. Yvette Guilbert, immortalized by Toulouse-Lautrec's posters, sang to its audiences of the Paris poor and also Léon Xanrof's sardonic ditty, "Le Fiacre" about a wife and her lover in a curtain-coach running down an unwanted husband, Charlie Chaplin, then a spry youngster, brought down the house with "A Night in an English Music Hall" as a mime in Fred Karno's troupe visiting Paris on a tour. Sacha Guitry spied Yvonne Printemps in the chorus, married her and appointed her his leading lady. The veteran actress, Denise Grey, now 90, at the moment making her farewell in "Harold et Maude," is also an alumna of the Folies chorus line.

now and also spread the news that in the promenade ladies of the town solicited gentlemen.
Royalty found the beauties of the Folies irresistible. The Spanish flamenco exponent, La Belle Otero, bewitched Nicholas II, Edward VII, King Alfonso XIII and Kaiser Wilhelm II, while among her other beaux were Gabrielle D'Annunzio and Aristide Briand, 10 times prime minister of France.
Her rival, Liliane de Pougy, was also to the royal taste and even more hot-tempered. Receiving a bad review from Jean Lorrain, de Pougy gave the wretch a horse-whipping in the Bois de Boulogne on the day of the Grand Prix. She was nicknamed the "Princess of Love" and she married George Ghika, the Romanian prince. Piety overtook her in her late years and she went into a nunnery.

World War II for the part she played in the Résistance.
The Folies Bergère's artistic director is Michel Gyarmathy, a Budapest-born painter. He casts and stages the productions, designs the scenery and costumes, and supervises the musical scores, lighting and choreography. His intensely personal flair is on all that transpires. During the Nazi occupation he went underground — retiring to the theater's subterranean quarters to continue his work, though his name vanished from the programs and posters. The French film, "Le Dernier Métro" (The Last Metro) is based partially on his wartime existence.
When he surfaced in 1945, he began his upstairs auditions again, seeking new talent. A young Polish girl who had come on foot from her native land where she had been imprisoned by both the Nazis and the Soviet authorities, applied for the chorus line. She was of uncommon beauty and he engaged her. Afterward she married the owner of a string of Parisian cabarets and on his death she took over their management. She extended her realm to theaters and in 1977 she became proprietress of the Folies. Her name is Hélène Martini and her associate in production is her discoverer, Gyarmathy.
As the majority of its spectators from abroad know too French it has banished sketches and blackouts that contain dialogue. It no longer invites the great personal-

ities of the music hall to top its bills — as Charles Trenet, La Baker and countless others once did. Its appeal is to the eye and its formula is founded on her girls, dressed elaborately or not at all, and on its display of scenic extravagance, today beyond the pocketbooks of most Broadway producers.
What "Folies en Folie," the historic theater's latest entertainment, offers is a riot of theatrical artificiality done with dazzling style and verve. Its lavish tableaux vivants disclose a fantastic fiasco: a stag hunt in an enchanted forest; a shootout on a Parisian street corner; voodoo ceremonies; a palace garden with its torrential fountains; an erotic interlude in the furnace room of an ocean liner; the portals of hell with devil dancers serving Satan; flappers hoofing the Charleston; the inevitable cancan and an ensemble strip-tease. As though in H.G. Wells' time machine one is transported from Venice in its glory to the courts of Louis XIII, Louis XV, Napoleon III and the Vienna of Emperor Franz Josef when Strauss's waltzes were first heard.
Estelle and Fabrice Godefroy are the beauty queens of the occasion and another Bertice Reading, twice the size of Josephine Baker, is the show's headliner. She arrives on the stage by parachute to provide comedy relief and to deliver in might voice her repertoire of songs, paying homage to Baker with a reprise of "Fai Deux Amours."

THE SMASH HIT BROADWAY MUSICAL
THE MICHAEL BENNETT PRODUCTION OF
DREAMGIRLS
WINNER OF SIX 1982 TONY AWARDS, HERE'S WHAT THE CRITICS HAD TO SAY ABOUT DREAMGIRLS
"A stunning and stirring show. A sensational musical" — NEWSWEEK
"A daring... exhilarating musical. The most innovative show in town" — NEW YORK TIMES
"A musical of potent magic" — TIME MAGAZINE
"The musical of the 80's" — WALL STREET JOURNAL
"A work of genius. A dream of a musical. The hottest I've ever seen" — LONDON TIMES
IS COMING TO PARIS MAY 5TH — JUNE 7TH AT THE PALAIS DES CONGRES
WORDS AND LYRICS BY TOM EYEN/MUSIC BY HENRY KRIEGER
SHERWIN M. GOLDMAN PRODUCTIONS, INC. & WESTPORT PRODUCTIONS, INC. BY SPECIAL ARRANGEMENT WITH MARVIN A. KRASS & IRVING SIDERS HAVE DONATED 300 SEATS FOR

THE EVENING PERFORMANCE OF THURS. MAY 7TH
For the benefit of THE PARIS LIBERTY FLAME APPEAL
So you can enjoy a wonderful evening's entertainment and at the same time help bring the Flame of Liberty to Paris as a lasting monument to Franco-American friendship.
Seats available at Frs. 250 and Frs. 160 each.
For full information call (during office hours) Elisabeth Hopkins in Paris at: 46 37 93 89.

INTERNATIONAL ARTS GUIDE
AUSTRIA
VIENNA:
•Kunsthhaus.
— To July 12: The Charms of Medusa: Mannerism from the 16th to 20th century. 600 objects including paintings, sculptures, drawings and works on paper, from 45 museums including the Louvre, Rijksmuseum, and the National Gallery in London.
•Fondation pour l'Architecture (tel: 649.02.59).
— To May 9: Mallet Stevens, 1886-1945: 200 architectural models and drawings, furniture and decorative objects.
•Palais des Beaux-Arts (tel: 512.50.45).
— To June 7: From Bruegel to Guardi: selections from the Bentinck-Thyssen collection.
ENGLAND
LONDON:
•British Museum (tel: 636.15.55).
— May 7-Sept 20: Ceramic Art of the Italian Renaissance.
•Hayward Gallery (tel: 928.57.08).
— To June 7: Le Corbusier: Architect of the Century, includes models of Le Corbusier's major buildings and projects, photographs, working drawings, paintings, sculpture, tapestries, enameled and furniture.
— To June 7: Sculptures by Tony Cragg.
•Royal Academy of Arts (tel: 734.90.52).
— To June 21: From Byzantium to El Greco: Icons and Frescoes from Greece.
•Tate Gallery (tel: 821.13.13).
— To June 21: Art From Europe
features the work of eight artists currently working in Germany and the Netherlands.
— To June: British and American Pop Art: prints from the Tate's collection, including works by Peter Blake, Patrick Caulfield, David Hockney, Jasper Johns, Roy Lichtenstein, Claes Oldenburg, and Andy Warhol.
FRANCE
LYON:
•Musée des Beaux Arts (tel: 78.28.07.66).
— To June 14: Henri Matisse: Part du livre. A comprehensive exhibition — including 50 drawings and 150 engravings — of book illustrations by Matisse.
PARIS:
•Centre Georges Pompidou (tel: 42.77.12.33).
— To June 7: Drawings by Austrian artists from the post-war school to the 1960s and 1970s.
— To June 15: Mies Van der Rohe and his Disciples, 1886-1969: 170 drawings, photographs and architectural models from the Art Institute of Chicago.
•Bibliothèque Nationale (tel: 42.61.82.83).
— To May 3: The Human Form: 341 engravings by Rembrandt from the Bibliothèque Nationale's collection.
•Ecole des Beaux-Arts (tel: 42.60.34.57).
— To May 10: Matisse: Rhythm and Line: 400 drawings, prints and book designs by Matisse from museum and collections in France and abroad.
•Grand Palais (tel: 42.61.54.10).
— To May 25: Le troisième oeil de Jacques-Henri Lartigue: photographs, 1902-1928.
— To July 20: Tansis — Gold of the Pharaohs: 100 objects, of which 53 from the Cairo museum, recovered from the Egyptian royal tombs at Tanis.
•Musée d'Art Moderne (tel: 47.23.61.27).
— To May 10: Retrospective of the work of Dutch painter Cesar Domela.
— To May 10: Jan Saudek retrospective: photographs 1953-1986.
•Musée du Louvre (tel: 42.60.39.26).
— To June 1: Works by Watteau form the centerpiece of this selection of French 18th century drawings "From Watteau to Lemoyne."
•Musée du Petit Palais (tel: 42.65.12.73).
— To May 17: Northern Light: 170 works by Scandinavian painters, 1885-1905.
•Musée Rodin (tel: 47.05.01.34).
— To Aug. 31: 100 Rodin marbles on view for the first time in 50 years.
GERMANY
BONN:
•Kunstmuseum.
— To May 10: August Macke (1887-1914): a retrospective comprising 300 drawings, watercolors and paintings commemorating the 100th anniversary of the artist's birth.
BERLIN:
•Academie der Kunst (tel: 391.10.31).
— To May 17: Hans Arp (1886-1966): sculpture, graphic art and texts by the artist.
•Nationalgalerie (tel: 2.66.6).
— To May 28: 750 Years of Urban Development in Berlin.
COLOGNE:
•Museum Ludwig.
— To June 8: Miró Sculptures: an international loan exhibition focusing on the plastic art of the latter part of Joan Miró's career.
DUSSELDORF:
•Kunstmuseum (tel: 899.24.60).
— To May 17: From Raphael to Beuys: Master drawings from the 16th century to the present.
MUNICH:
•Museum für Völkerkunde (tel: 22.48.44).
— To June 14: Art from Haiti: Recent metal sculptures and paintings.
•Haus der Kunst.
— To May 24: Toulouse-Lautrec: a comprehensive showing of the artist's graphic works.
STUTTGART:
•Staatgalerie (tel: 212.50.50).
— May 8-Aug. 9: English Art in the 20th Century features the work of the most important British artists this century, organized by the Royal Academy of Art in London.
ITALY
FLORENCE:
•Palazzo Pitti (tel: 21.34.40).
— To June 30: The Collections of the 20th Century: works by Italian artists 1915-1945.
•Palazzo Strozzi.
— To May 4: 17th century Florentine: over 500 works (paintings, drawings, sculpture and engravings) by 63 artists of the Florentine school.
MILAN:
•Pittacoteca di Brera.
— To May 10: 47 Impressionist paintings on loan from American museums.
VENICE:
•Palazzo Grassi (tel: 710.711).
— To May 31: Effetto Arcimboldo: 16 paintings by the Lombard artist Giuseppe Arcimboldo (1527-1593) with 300 similar surrealist, cubist and fantasy portraits by later artists.
SPAIN
BARCELONA:
•Caja de Pensiones.
— To May 17: Art from the House of Alba: 57 works from one of the world's finest private collections ranging from Old Master to modern works.
MADRID:
•Centro de Arte Reina Sofia.
— To June 7: Retrospective comprising 200 works by the Mexican painter Diego Rivera (1886-1957).
SWITZERLAND
LA CHAUX-DE-FONDS:
•Musée International d'Horlogerie (tel: 23.62.63).
— To Sept. 27: The Hand and the Tool: over 200 tools and instruments illustrate the evolution of watchmaking from 1750-1928.
UNITED STATES
NEW YORK:
•Cooper-Hewitt Museum (tel: 860-6868).
— To May 31: Gaudi in Context: Building in Barcelona, 1873-1926. Approximately 150 exhibits (75 objects and 75 works on paper) illustrate the career of the Catalan architect Antoni Gaudí.
•Metropolitan Museum of Art (tel: 535.77.10).
— To May 24: The Age of Correggio and the Carracci features nearly 200 examples of 16th and 17th century painting from the province of Emilia in Italy.
•Museum of Modern Art (tel: 708.97.50).
— To May 3: A retrospective of the work of Paul Klee (1879-1940) features 250 paintings and about 50 drawings and prints.
•Studio Museum.
— To Aug. 30: Harlem Renaissance: Art of Black America, a historical exhibition features 200 paintings, sculptures, woodcuts and photographs and includes a film on Harlem in the 1920s.

WEEKEND

Taking a New Look at Morisot, Dufy

PARIS — While the French auction system appears more outdated every day, the Paris trade is increasingly coming out as a major force in the international market.

The more impressive of the two shows, "Berthe Morisot," put together by Waring Hopkins and Alain Thomas, at 2 rue de Miromesnil, will be remembered as a landmark.

SOUREN MELKIAN

mark. If the criterion of a great one-man show is to give an artist an unsuspected stature, this is it.

Berthe Morisot has long been known to have played a role in the emergence of Impressionism. When a group of artists opened the first exhibition of "The Impressionists" on April 15, 1874, Morisot was the only woman.

Morisot's background gives her later life as an avant-garde painter more than a touch of irony. She came from an upper class family with strong allegiance to the monarchy.

Morisot's background gives her later life as an avant-garde painter more than a touch of irony. She came from an upper class family with strong allegiance to the monarchy.



"The Lilacs at Maurécourt," by Berthe Morisot.

much for the well-mannered but restive Morisot.

Light dawned at last in 1868 when she met Edouard Manet through the painter Fantin-Latour. She at once became a convert to his style, with one big difference. Her manner is as soft and subtly poetic as Manet's is harsh in its realism.

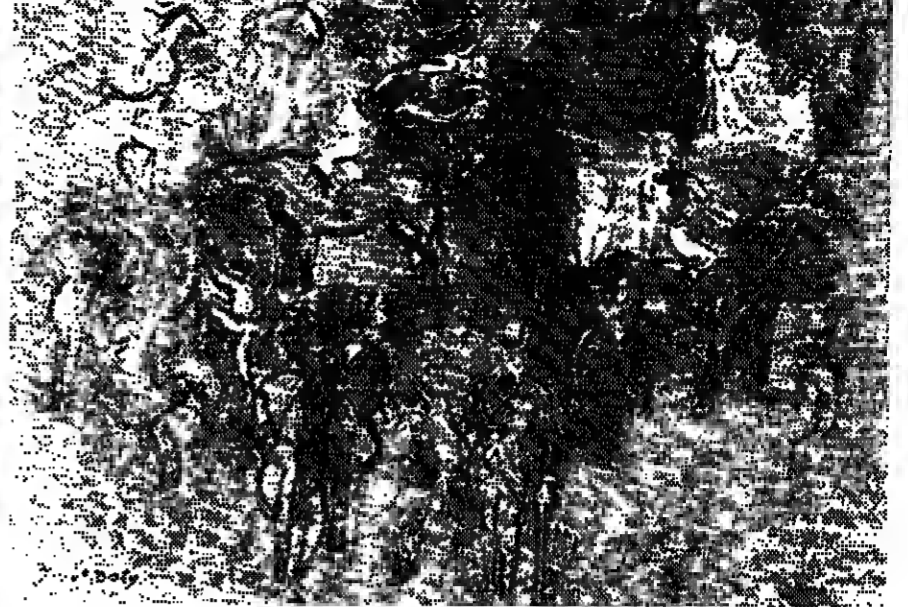
A portrait of a woman in a black evening dress with a spring in her step and an air of eager alertness on her youthful face as she walks upstairs into a theater would be close to Manet were it not for that lightness in touch, that aptitude at catching psychological snapshots so typical of Morisot.

That same mood, best described by the French word *intimiste* — a feeling for that which is very personal and connected with inner thoughts — comes out in her still lifes, which are unlike anything most Impressionists ever did.

So strong was Morisot's throbbing perception with daily life captured in a happy moment that it permeates even some of her landscapes. A pastel view of pear trees painted at Mézy near Bougival in turquoise,

greens, yellows and a touch of light red in the distance, conveys exactly that frame of mind, enhanced here by a freedom of movement in the brushwork that gives it a place among the masterpieces of Impressionism in a minor key.

The greatest surprise in the exhibition is the revelation of the diversity of Morisot's vision and the unsuspected independence she displayed in much of her work. A still-life of "Pink Anemones" in a big glass vase standing near some crumpled fabric against a background that is otherwise virtually abstract stands apart in the development of French art.



"At the Races," by Raoul Dufy.

Anemones" in oils, for \$150,000. In both cases this is peanuts when measured against the prices paid for the leftovers of Monet and Renoir.

That, Hopkins says, is the reason that led him and his partner to work on this show in which they invested several years of hard work. They have not transformed overnight a painter whose technique was often weaker than her vision into a towering figure of Impressionism.

By a remarkable coincidence, Daniel Malingue, on the Avenue Matignon, has succeeded in doing pretty much the same for a 20th-century artist, Raoul Dufy — putting him in a new perspective through a one-man show. Dufy's case is a strange one. He started out as a Fauve painter of admirable vigor, which he kept up to around 1909-1910.

ettes of jockeys and racing stands. Malingue has daringly chosen to concentrate on that phase and pulled off a clever trick. Seen in sequence, his 40 watercolors, gouaches and oils emphasize the Fauve heritage despite its metamorphosis in the 1920s.

Because he has an instantly identifiable manner Dufy enjoys a wide following from America to Japan. His prices in the show fall within the 1 million to 5 million franc bracket (about \$160,000 to \$830,000). "Elegante à Epsom," a gouache, for example, was sold for 1 million francs on the opening day.

The race for Dufy has not started yet. When it does the ratio between very good and not so good will be more rigorous. But all the prices will be much steeper as well.

Gluck Solves a Chinese Puzzle

by David Stevens

Monte Carlo. One of the uses of anniversaries in musical programming is that the impetus they can give to sharpening the focus on incompletely known composers, which covers practically all of them.

Gluck, who was born in 1714, was totally a creature of the 18th century, not just the second half of it with the Enlightenment and the style galant and all that, but the first half too, the late Baroque opera with the eternal re-settings of the librettos of Metastasio and Zeno, da capo arias, elaborate ornamentation and recitativo secco.

When Gluck and his Italian librettist Ranieri de' Calzabigi embarked on their reform project with "Orfeo ed Euridice" in 1762, the composer was almost 50 years old. But when he wrote his first opera in 1741 — the first of more than a hundred, many of them lost — it was to a libretto by Metastasio and accepted all the implied conventions that he later turned his back on.

son the 18th century had to teach. One proof of it is the delightful production of "Le Cinesi" — a one-act opera-serenade he wrote in 1754, which has just been given in Monte Carlo's Printemps des Arts program — a co-production with the Hamburg State Opera, the Opéra du Rhin in Strasbourg and the Schwetzingen Festival.

At the time, Gluck was a leading member of the large musical establishment maintained by the imperial field marshal Joseph Friedrich, prince of Sachsen-Hildburghausen, and "Le Cinesi" was written as a contribution to an enormous bash the prince threw at his rural palace of Schlosshof, northeast of Vienna, for Maria Theresa and her husband, Emperor Francis I. Indeed, Maria Theresa had played one of the roles almost 20 years earlier, as an 18-year-old princess, in the original setting of this slight Metastasio libretto by Antonio Caldara.

The "Chinese women" of the title is misleading, or rather a period joke. The reference is to the decorative chinoiserie that was all the rage at the time, when almost every princely German palace was incomplete without its Chinese room. The plot, such as it is, involves three women sitting around a table in such a room, bored stiff with inactivity. They decide to amuse themselves by enacting different dramatic scenes.

Thus one of the women begins with a grand dramatic recitative and aria for Andromache after the death of Hector, which is succeeded by a nymph-and-shepherd scene for tenor and soprano, followed by a comic recitative and aria for contralto. Ambiguity between reality and make-believe is introduced in the flirtation and jealousy involving

the tenor and two of the women, and the short work winds up with a quartet, an invitation to the dance — originally it literally was just that, followed by a dance elsewhere in the palace, presumably in Chinese costume.

In a short space of time and in what amounts to little more than an operatic divertimento, Gluck shows off his considerable versatility — and in the process shows more of a sense of musical fun than is ever hinted at in his "reform" operas, noble works of mature genius though they be.

Musical matters in the Salle Garnier were in the hands of René Jacobs, who is perhaps better known as a counter-tenor but who seems equally at home on the conductor's podium. Herbert Wernicke's sets consisted mainly of a clever arrangement of irregularly shaped mirrors and a Chinese screen, and his staging avoided an inherently static dramatic situation by making the most of the imaginary scenes. The excellent quartet of young singers from the Hamburg company was Sophie Boulin, Eva Maria Tesson, Christina Högman and Peter Galliard.

When "Le Cinesi" moves to Schwetzingen's rococo theater in West Germany next month, it will be as the curtain raiser of a double-bill, with the mirror theme of the setting carried forward into a staging of Gluck's ill-fated final opera, "Echo et Narcisse," a flop twice in Paris in Gluck's lifetime but surely worth another look in this bicentennial year.

In Monte Carlo the first half of the program was purely orchestral, with Jacobs and the Concerto Köln ensemble, specialists in Baroque and pre-Classical performance, offering Haydn's Symphony No. 7, "Le Midi" (1761) and Mozart's Symphony No. 29 (1774) in charmingly relaxed and transparent performances.

The Printemps des Arts continues through May 13, including piano recitals by Daniel Barenboim (May 2) and Alicia de Larrocha (May 10) and closing with the Los Angeles Philharmonic under André Previn.



"Le Cinesi" in performance at Monte Carlo.

Special for expatriates. LIVING ABROAD in the IHT twice a month. (First and third Thursdays)

ANTIQUES XIème BIENNALE DES ANTIQUAIRES FONTAINEBLEAU - April 30 to May 10. 43, RUE ROYALE - Daily 11 a.m. - 7:30 p.m.

AUCTION SALES LEMPERTZ MODERN ART Auction Sale N° 619 May 29 and 30. Paintings, sculpture, drawings and original graphics from Impressionism and Expressionism to the present time.

EAST ASIAN ART Auction Sale N° 620 June 2 and 3. China - Japan - South-East Asia. Auction N° 623 July 1. Chinese porcelain Collection H.v. Helmersen.

Collector's Guide 40' CLASSIC WOOD YACHT. A rare chance to acquire an extensively refitted and beautifully maintained auxiliary bermudian cutter designed by F. Shepherd and built in 1919 by Beazley and Kemp.

INTERNATIONAL ART EXHIBITIONS PARIS GALERIE MERMOZ PRE-COLUMBIAN ART 6, Rue Jean-Mermoz, 75008 PARIS. Tel.: 43.59.82.44

GALERIE HOPKINS-THOMAS 2, rue de Miromesnil. 75008 Paris. Tel.: (331) 42 65 51 05. BERTHE MORISOT April 23 - June 18 1987

WALLY FINDLAY Galleries International new york - chicago - palm beach - paris. 2 Ave. Matignon - Paris 8th. Tel.: 42.36.76.74. Monday thru, Saturday 10 a.m. to 7 p.m. - 2:30 to 7 p.m.

LONDON RHONDA SHEARER Still Lives in Bronze Until May 15. WILDENSTEIN 147 New Bond St., W1. 01-628 0602. Daily 10-5:30; Sat. 10-12:30. THE NEW FRONTIER Karl Bodmer & George Catlin in America at the SCHUSTER GALLERY 28 April - 20 May. 14 Maddox St., London W1R 9PL. Tel.: 01-491 2208. Illustrated catalogue 56

DOONESBURY comic strip panels with dialogue such as 'MR. HEADREST, HOW MUCH DO YOU KNOW ABOUT THE TRANCONTRA AFFAIR?' and 'YOUR DA-DADA REQUESTS ARE GETTING UGLY.'

NYSE Most Actives table with columns for stock symbol, volume, high, low, and change.

Market Sales table showing volume and price for various market segments.

NYSE Index table showing high, low, and change for various indices like Composite, Finance, and Utilities.

Friday's NYSE Closing logo with the text 'Via The Associated Press'.

AMEX Diary table listing stock symbols, prices, and changes.

NASDAQ Index table showing high, low, and change for various indices.

AMEX Most Actives table listing top trading stocks on the AMEX.

Dow Jones Bond Averages table showing prices for various bond categories.

NYSE Diary table listing stock symbols, prices, and changes.

Odd-Lot Trading in N.Y. table showing buy and sell orders for various stocks.

Dow Jones Averages table showing high, low, and change for various indices.

Standard & Poor's Index table showing high, low, and change for various indices.

NASDAQ Diary table listing stock symbols, prices, and changes.

AMEX Stock Index table showing high, low, and change for various indices.

Tables include the nationwide prices as to the closing on Wall Street and do not reflect late trades elsewhere.

NYSE Slips on Prime Rate Rise

Main article text discussing the impact of a prime rate rise on the NYSE, mentioning the Dow Jones index and market sentiment.

Large table of stock prices (A) listing various companies and their market data.

Table of stock prices (B) listing various companies and their market data.

Table of stock prices (C) listing various companies and their market data.

Table of stock prices (D) listing various companies and their market data.

Table of stock prices (E) listing various companies and their market data.

Table of stock prices (F) listing various companies and their market data.

Table of stock prices (G) listing various companies and their market data.

Table of stock prices (H) listing various companies and their market data.

Table of stock prices (I) listing various companies and their market data.

Table of stock prices (J) listing various companies and their market data.

Table of stock prices (K) listing various companies and their market data.

Table of stock prices (L) listing various companies and their market data.

Table of stock prices (M) listing various companies and their market data.

Vertical text on the right edge of the page, possibly a page number or reference.

(Continued on next left-hand page)

BUSINESS/FINANCE

ANNEX P.14, P.15, P.16, P.17, P.18, P.19, P.20, P.21, P.22, P.23, P.24, P.25, P.26, P.27, P.28, P.29, P.30, P.31, P.32, P.33, P.34, P.35, P.36, P.37, P.38, P.39, P.40, P.41, P.42, P.43, P.44, P.45, P.46, P.47, P.48, P.49, P.50, P.51, P.52, P.53, P.54, P.55, P.56, P.57, P.58, P.59, P.60, P.61, P.62, P.63, P.64, P.65, P.66, P.67, P.68, P.69, P.70, P.71, P.72, P.73, P.74, P.75, P.76, P.77, P.78, P.79, P.80, P.81, P.82, P.83, P.84, P.85, P.86, P.87, P.88, P.89, P.90, P.91, P.92, P.93, P.94, P.95, P.96, P.97, P.98, P.99, P.100

ECONOMIC SCENE Trade 'War' Aside, Peace Prevails on Security Front

By LEONARD SILK New York Times Service NEW YORK — The atmosphere surrounding the talks between President Ronald Reagan and Prime Minister Yasuhiro Nakasone has been highly charged — particularly in the financial markets. Yet the situation looks manageable, if emotions do not win out over pragmatism.

The Tokyo government says that the security arrangement is the "pillar" of its own security and is vital to "the Asia-Pacific region as a whole." But Japanese sources in New York say the military issue is still too sensitive for open discussion within Japan and with other Asian countries that were the victims of Japanese invasion in World War II.

Administration sources emphasized that the Japanese are already buyers of military equipment, with their purchases running at about \$1 billion a year. Japan has bought F-15 fighter planes and P-3 anti-submarine aircraft, and is expected to buy the FSX, a new support fighter.

M. R. NAKASONE said Japan now intends to buy American supercomputers. U.S. officials want Japan to buy more U.S. military goods as well, specifically warships; they say Japan has never bought an American-produced warship.

Building Spending Off in U.S.

Big 1.3% Drop Worries Analysts

Compiled by Our Staff From Dispatches WASHINGTON — U.S. construction spending fell by 1.3 percent in March, as nonresidential construction dropped sharply and a small increase in homebuilding failed to take up the slack, the Commerce Department said Friday.

The decline was much larger than many financial analysts had expected and suggested a slowing of the economy. Building activity totaled \$379.0 billion in March, a seasonally adjusted annual rate, after a revised 0.7 percent increase in February.

By contrast, housing construction was up only 0.4 percent for March, to \$183.8 billion from February's \$183.0 billion. Single-family home construction rose 1.6 percent, to \$111.4 billion from \$109.6 billion.



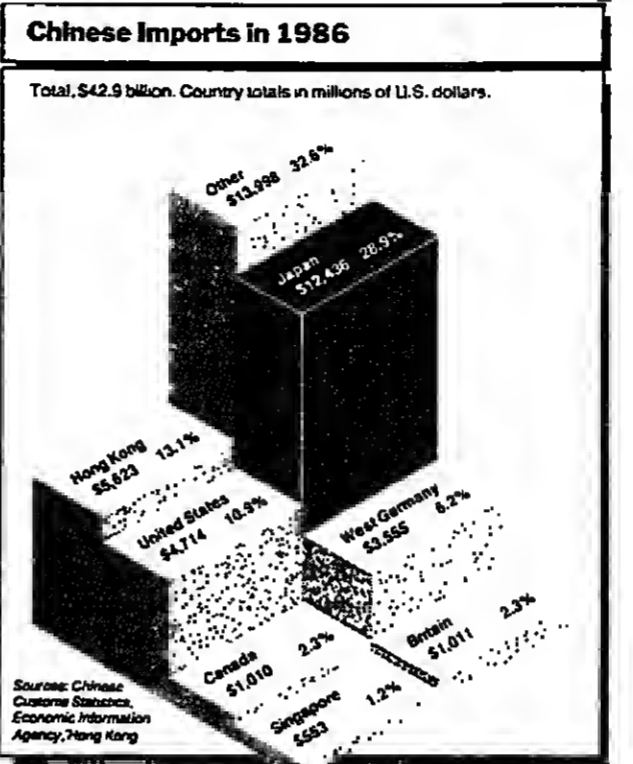
Mitsubishi Corp.'s Chinese and Japanese workers in its Beijing office.

Japan's Sun Rising in Chinese Trade

Tokyo's Export Drive Outpaces U.S., Other Nations

By Nicholas D. Kristof New York Times Service BEIJING — By outworking and often outsmarting their American and European rivals, Japanese companies have taken such a lead in doing business with China that other countries have only a meager chance of catching up.

Richard Wong, head of China operations for Bank of America, was equally blunt in describing prospects for U.S. banks in China: "I would imagine that three years down the road almost all American banks and most European banks will be wiped out of the credit market. They are just not competitive."



Total, \$42.9 billion. Country totals in millions of U.S. dollars.

Soviet to Buy 4 Million Tons Of U.S. Wheat

By Gary Klott New York Times Service

WASHINGTON — The Soviet Union, after months of urging by the Reagan administration, has agreed to buy 4 million metric tons (4.4 million short tons) of American wheat at subsidized rates.

The sale provides for the first major purchase of American wheat by the Russians in two years and would fulfill the Russians' commitment to buy certain quantities of American wheat under a five-year agreement signed in 1983.

Thursday's announcement followed rumors in the commodities markets that have driven wheat prices higher in recent months. The grain sale was announced after Thursday's session on the Chicago Board of Trade.

Zambia to Break With the IMF's Austerity Policies

Ruters

LUSAKA, Zambia — President Kenneth Kaunda of Zambia said Friday that his government was breaking from International Monetary Fund austerity policies to embark on a new economic strategy involving greater government controls.

Mr. Kaunda said in a broadcast that Zambia would limit debt-service payments to 10 percent of its net foreign exchange income after certain vital imports had been deducted.

Brazil Devalues Cruzado As Part of Austerity Plan

Compiled by Our Staff From Dispatches RIO DE JANEIRO — Brazil has devalued its currency just two days after the appointment of a new finance minister, in an austerity program aimed at controlling inflation.

Effective Friday, Finance Minister Luiz Carlos Bresser Pereira said the cruzado will trade at 27.455 buying and 27.592 selling against the U.S. dollar, compared with a previous rate of 25.307 buying and 25.434 selling.

The devaluation was accompanied by a regular daily adjustment of just under 1 percent that keeps pace with Brazilian inflation, which is now about 15 percent a month.



For the man with exceptional goals

ASSET MANAGEMENT IN SWITZERLAND

If you (like many successful people) do not have the time to manage your own portfolio of assets, why not let the professionals at TDB handle the job?

American Express family of companies — providing additional ways to protect their assets and make them grow.

Our investment counselors will gladly review your situation and advise you on the portfolio best suited to your individual needs.

TDB: an exceptional bank for the man with exceptional goals. Visit us on your next trip to Switzerland. Or telephone: in Geneva, 022/57 21 11; in Chiasso, 091/44 87 85.

TDB, the 6th largest commercial bank in Switzerland, is an affiliate of American Express Company, which has assets of more than US\$99 billion and shareholders' equity in excess of US\$5 billion.



Currency Rates

Table with columns for currency, rate, and date (May 1). Includes entries for Amsterdam, Brussels, London, New York, etc.

Interest Rates

Table with columns for currency, rate, and date (May 1). Includes entries for Eurocurrency deposits, U.S. money market funds, etc.

China Links Yuan to Dollar To Help Trade, Diplomats Say

BEIJING — China has greatly increased its exports and avoided the domestic political embarrassment of devaluation by unofficially pegging its currency to the falling U.S. dollar since October, Western diplomats said Friday.

U.S. Money Market Funds

Table with columns for fund name, assets, and interest rate. Includes Merrill Lynch Ready Assets, etc.

Gold

Table with columns for location, price, and date (April 30/May 1). Includes entries for Hong Kong, Luxembourg, Paris, etc.

Key Money Rates

Table with columns for currency, rate, and date (April 30/May 1). Includes entries for Japan, West Germany, etc.

Asian Dollar Deposits

Table with columns for currency, rate, and date (April 30). Includes entries for 1 month, 3 months, 6 months, 1 year.

U.S. Money Market Funds

Table with columns for fund name, assets, and interest rate. Includes Merrill Lynch Ready Assets, etc.

Key Money Rates

Table with columns for currency, rate, and date (April 30/May 1). Includes entries for Japan, West Germany, etc.

Asian Dollar Deposits

Table with columns for currency, rate, and date (April 30). Includes entries for 1 month, 3 months, 6 months, 1 year.

FRIDAY'S NYSE Closing

Tables include the nationwide prices up to the closing on Wall Street and do not reflect late trades elsewhere.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

Table of stock prices for various companies, including columns for 12-month high/low, stock price, and change.

NSE Highs-Lows

Table listing new highs and new lows for various stocks.

Fed Lets Banks Enter Some Securities Markets

WASHINGTON — The Federal Reserve Board has announced that bank holding companies are not necessarily barred from the securities market, a decision that could restructure the U.S. investment banking industry but that also faces a legal challenge.

Du Pont Sets Sale to Cain

WILMINGTON, Delaware — Du Pont Co., the largest U.S. chemical group, said Friday that it has agreed to sell its U.S.-based high-density polyethylene business to Cain Chemical Inc. in a deal estimated at nearly \$520 million.

Table of U.S. Futures prices for various commodities like wheat, corn, and soybeans.

Table of U.S. Futures prices for various commodities like oil, sugar, and coffee.

Table of U.S. Futures prices for various commodities like metals and livestock.

Table of U.S. Futures prices for various commodities like food and currencies.

Table of U.S. Futures prices for various commodities like currencies and options.

Table of U.S. Futures prices for various commodities like metals and options.

Table of U.S. Futures prices for various commodities like metals and options.

Table of U.S. Futures prices for various commodities like metals and options.

Table of U.S. Futures prices for various commodities like metals and options.

DM Futures Options

Table of DM Futures Options prices.

London Metals

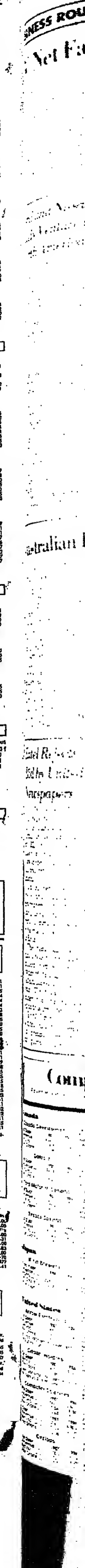
Table of London Metals prices.

S&P 100 Index Options

Table of S&P 100 Index Options prices.

U.S. Treasuries

Table of U.S. Treasuries prices.



BUSINESS ROUNDUP

BUSINESS PEOPLE

VW Net Falls After Fraud Provision

By Ferdinand Prottzman
International Herald Tribune
WOLFSBURG, West Germany — Volkswagen AG's group net profit declined 2.7 percent in 1986...

...the marks (about \$322 million) in 1986, from 596 million DM the previous year...

Mr. Hahn said VW also had to cover 200 million DM in losses at Triumph-Adler AG...

Ratners Bids £303 Million for U.K. Stores Firm

LONDON — Ratners PLC, the British jewelry concern, said Friday it would make an agreed bid for Combined English Stores Group PLC...

The offer would be on the basis of 21 new Ratners shares for every 20 in CES...

In the 53 weeks to the end of January, CES had pretax profit of £21.8 million on turnover of £189 million...

W.V. Campbell to Head Apple Software Spin-Off

By Arthur Higbee
International Herald Tribune
William V. Campbell, executive vice president for sales and marketing at Apple Computer Inc. is to lead a new software company...

The new company will be established over the next eight to 12 months while still a part of Apple...

"We will make sure this thing demonstrates its ability to run independently while it's still a part of Apple," said Mr. Campbell...

To Our Readers

Please send information about management changes to: International Herald Tribune, 181 av. Charles de Gaulle, 92200 Neuilly Cedex, France...

manager of fixed-income trading operations for Goldman, Sachs & Co. in London...

Miller, 43, has been vice president and chief financial officer since joining the toy company in 1984...

Ford and Nissan Study Venture in North America

DEARBORN, Michigan — Ford Motor Co. and Japan's Nissan Motor Co. said Friday they plan to study the feasibility of developing and producing a vehicle together in North America...

The two automakers said that if such a vehicle were developed, it would not compete with any of their existing models...

The study will investigate a range of issues, including product details, possible plant sites in the United States and Canada...

Mr. Hahn said VW has yet to appoint successors to Rolf Selowsky, the former finance director...

Exchange rates also affected VW's group sales, which rose only 0.6 percent in 1986 to \$2.79 billion DM...

He attributed the nearly stagnant sales growth to the strong appreciation of the mark against other major currencies...

Calculating foreign sales in marks negated the effect of a 15 percent gain in worldwide vehicle sales to 2.76 million units...

But the scandal has already altered the way VW conducts foreign exchange business...

"We are reviewing the idea of keeping its role as a profit center," Mr. Hahn said...

WV has yet to appoint successors to Rolf Selowsky, the former finance director...

WJ. Sanders 3d, chairman of AMD, said the merger "exemplifies the recognition of a new era in our industry where size and financial muscle are on an equal footing with entrepreneurship and innovation as the basis for sustained, profitable growth..."

2 Pioneer U.S. Chip Makers Plan to Merge

By Nancy Rivers Brooks
Los Angeles Times Service
LOS ANGELES — Advanced Micro Devices Inc. and Monolithic Memories Inc. two pioneer computer chip companies...

The stock-swap merger, valued at \$422 million based on Thursday's closing price of AMD's stock...

Under the agreement in principle, each of Monolithic Memories' 21.8 million shares will be converted into seven-eighths of a share of AMD stock...

The merger, which still has to be approved by shareholders and government regulators, is expected to be completed in three or four months...

On Wednesday, in a similar industry development, Thomson-CSF of France and SGS Microelectronics SpA, a subsidiary of Italy's state telecommunications company, STET...

million in cash. Monolithic Memories will be operated as a subsidiary of AMD...

AMD will be the world's largest exclusive manufacturer of integrated circuits, the two companies said...

The stock of AMD, which is based in Sunnyvale, California, slipped 87.5 cents Thursday on the New York Stock Exchange to close at \$22.125...

Telecom Talks Stall in Japan

TOKYO — Negotiations between a Japanese consortium and a group of British and U.S. companies on forming a new telecommunications company in Japan are virtually deadlocked...

A foreign-led group, including Cable & Wireless PLC of Britain and Pacific Telesis International of the United States, and a group led by four of Japan's largest trading and electrical companies are negotiating to form a new company...

\$3.125 a share to close at \$17.625 in over-the-counter trading...

Monolithic had net income of \$8.9 million on revenues of \$205 million in the fiscal year ended Sept. 30, 1986...

Struggling AMD posted a \$95.9 million loss on sales of \$632 million for the year ended March 31...

It used to be that the companies competed against each other and now the competition is Japan and the Japanese are huge...

Jonathan Solomon, director of special projects for Cable & Wireless, said the U.S. and British group, known as International Digital Communications Planning, was rebuffed by the Japanese on demands for a substantial share in the new company...

Australian Developer to Buy Bonwit Teller

NEW YORK — Allied Stores Corp. has agreed to sell its tony Bonwit Teller division to Hooker Corp., a big Australian real estate developer, for \$101 million...

The sale, expected to become final on July 1, would give Hooker control of all 13 Bonwit Teller stores in the Midwest and East...

Hooker, which is based in Sydney, said Thursday that it would use Bonwit, a 100-year-old specialty retailer, as "the foundation of an aggressive program of expansion and revitalization..."

wide over the next five years, many in malls developed by Hooker...

Hooker, through various subsidiaries, is developing four regional shopping malls in the United States...

Hooker already has extensive U.S. operations through its Atlanta-based Hooker Holdings. They include Hooker-Barnes Homes, Hooker-Barnes Projects and Merksamer Jewelers...

For Allied, which operates nearly 700 department and specialty stores in 46 states, the sale is the second this week and the seventh in a radical restructuring...

Allied was acquired after a heated fight last year by Toronto-based Campeau Corp. for \$3.4 billion...

Under the agreement in principle, each of Monolithic Memories' 21.8 million shares will be converted into seven-eighths of a share of AMD stock...

The merger, which still has to be approved by shareholders and government regulators, is expected to be completed in three or four months...

On Wednesday, in a similar industry development, Thomson-CSF of France and SGS Microelectronics SpA, a subsidiary of Italy's state telecommunications company, STET...

Extel Rejects Bid by United Newspapers

LONDON — Extel Group PLC, a financial and sports information company, has rejected a £259 million (\$430 million) takeover bid from United Newspapers...

United owns the Daily Express and Sunday Express newspapers, Punch magazine and a string of regional newspapers...

The bank said Wednesday that it bought the stake for \$64 million from Robert Maxwell, owner of the Daily Mirror, who bid unsuccessfully for Extel last year...

COMPANY NOTES

Allied-Signal Inc.'s Bendix electronics unit said it has agreed to form a 50-50 joint venture with Daesung Industrial Co. of South Korea...

American Motors Corp. said it would offer no-interest financing on certain 1986 and 1987 Renault cars and Jeeps starting May 1...

Bombardier Inc.'s Canadair Ltd. subsidiary said it has received Canadian and U.S. certification of its new Challenger 601-3A business jet aircraft...

Bond Corp. International said it plans a 5-for-2 rights issue to raise 1.5 billion Hong Kong dollars (\$192 million)...

Credit Suisse First Boston Ltd. and Amsterdam-Rotterdam Bank NV are coordinating a 20 million new share issue for Philips NV...

the shares, five million are to be offered in the United States by Goldman, Sachs & Co. The remaining shares offered internationally will be coordinated by Amsterdam-Rotterdam Bank for the Netherlands...

General Motors Corp.'s Electronic Data Systems Corp. unit said it has signed an agreement to supply claims processing and other data services to National Account Service Co. a joint venture of five of the largest U.S. Blue Cross and Blue Shield plans...

J.C. Penney said it would move its corporate headquarters and some 3,800 employees to a new headquarters in Dallas next spring, in an effort to cut operating costs and cash in on its valuable New York real estate...

Superfos AS, the Danish-based chemicals, foodstuffs, packaging and construction group, said it has sold its American fertilizer unit, Royster Co., to Cedar Holdings Inc. of Connecticut for an unspecified price...

Company Results

Table with columns for Company Name, 1987 Revenue, 1987 Net Inc., 1987 Per Share, 1986 Revenue, 1986 Net Inc., 1986 Per Share. Includes companies like Canadian Development, Eastman Kodak, Liz Claiborne, etc.

COLUMBIA SECURITIES N.V.

Amsterdam
Shareholders are invited to attend the Annual General Meeting to be held on Wednesday, 13th May 1987 at 10:30 hours at the head office of the Algemene Bank Nederland N.V., Vijzelstraat 32, Amsterdam.
AGENDA
1. Opening
2. Report of the Management for the financial year 1986 and report of the Supervisory Board.
3. Adoption of the Annual Accounts for the financial year 1986.
4. Appropriation of the 1986 results.
5. Any other business.
The respective documents are available at the office of the Company, Noorderstraat 6, Amsterdam.
Holders of bearer shares wishing to attend the General Meeting must deposit their shares ultimately on Wednesday 6th May 1987 before 16:00 p.m. with the Algemene Bank Nederland N.V. or with Banque de Neufville, Schlumberger, Mallet, Paris. A deposit certificate will be issued to such shareholders, which, upon surrender, will entitle them to attend the meeting and cast their vote.
Holders of shares registered with the Company in its shareholder's register must inform the Managing Director in writing at least four days prior to the meeting that they wish to attend the meeting in person or by proxy.
Amsterdam, 24th April, 1987.
A.B.N.-de Neufville International Investment Advisory Company B.V.
(Managing director)

Save up to 50% or more off your newsstand price when you subscribe for 12 months to the International Herald Tribune

Table showing subscription rates by country/currency for 12, 6, and 3 months. Includes columns for Country/Currency, 12 months (+2 months FREE), 6 months (+1 month FREE), 3 months (+2 weeks FREE), and You save per copy** per year.

Subscription form for International Herald Tribune. Includes fields for Name, Address, City/Country, Tel/Fax, and checkboxes for subscription length and payment method.

LONGINES advertisement featuring a watch image and text: Conquest VHP in titanium and gold. Monsieur Bonnard Bijouterie Michel-Olivier Heer, 6, rue Paradis, 13001 Marseille.

Friday's AMEX Closing

Tables include the nationwide prices up to the closing on Wall Street. Do not reflect late trades elsewhere. Via The Associated Press

12 Month High	Low	Stock	Div. Yld. PE	52 Week High	Low	Close	Change
27 1/2	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4

12 Month High	Low	Stock	Div. Yld. PE	52 Week High	Low	Close	Change
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4

12 Month High	Low	Stock	Div. Yld. PE	52 Week High	Low	Close	Change
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4

12 Month High	Low	Stock	Div. Yld. PE	52 Week High	Low	Close	Change
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4

12 Month High	Low	Stock	Div. Yld. PE	52 Week High	Low	Close	Change
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4

12 Month High	Low	Stock	Div. Yld. PE	52 Week High	Low	Close	Change
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4

12 Month High	Low	Stock	Div. Yld. PE	52 Week High	Low	Close	Change
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4
27 1/4	27 1/4	IBM	4.8 13	27 1/2	27 1/4	27 1/4	-1/4

INTERNATIONAL FUNDS (Quotations by Funds Listed) 30 April 1987

Fund Name	Price	Change
ALM MANAGEMENT	277.00	+
ALM Term 'A' (Income)	1.4800	+
ALM Term 'B' (Income)	1.4800	+
ALM Term 'C' (Income)	1.4800	+
ALM Term 'D' (Income)	1.4800	+
ALM Term 'E' (Income)	1.4800	+
ALM Term 'F' (Income)	1.4800	+
ALM Term 'G' (Income)	1.4800	+
ALM Term 'H' (Income)	1.4800	+
ALM Term 'I' (Income)	1.4800	+
ALM Term 'J' (Income)	1.4800	+
ALM Term 'K' (Income)	1.4800	+
ALM Term 'L' (Income)	1.4800	+
ALM Term 'M' (Income)	1.4800	+
ALM Term 'N' (Income)	1.4800	+
ALM Term 'O' (Income)	1.4800	+
ALM Term 'P' (Income)	1.4800	+
ALM Term 'Q' (Income)	1.4800	+
ALM Term 'R' (Income)	1.4800	+
ALM Term 'S' (Income)	1.4800	+
ALM Term 'T' (Income)	1.4800	+
ALM Term 'U' (Income)	1.4800	+
ALM Term 'V' (Income)	1.4800	+
ALM Term 'W' (Income)	1.4800	+
ALM Term 'X' (Income)	1.4800	+
ALM Term 'Y' (Income)	1.4800	+
ALM Term 'Z' (Income)	1.4800	+

An Invitation to Oxford.

The International Herald Tribune and Oxford Analytica present the Fourth Annual International Business Outlook Conference. University College, Oxford, September 16-19, 1987

A highly specialized conference designed to meet the diverse needs of top international management executives seeking up-to-date information and in-depth analyses of economic, political and social situations worldwide.

For further information, please send your business card to: Kate Housley, International Business Outlook Conference, International Herald Tribune, 63, Long Acre, London WC2E 9JF, United Kingdom. Telephone: (44-1) 856 4802, Telex: 262029.

2-5-87

Be sure that your fund is listed in this copy daily. Telex: Matthew GREENE at 013595F for further information.

DM - Deutsche Mark; BF - Belgium Franc; CS - Canadian Dollar; FF - French Franc; FL - Dutch Guilder; LFL - Luxembourg Franc; LUS - Luxembourg Dollar; SF - Swiss Franc; Y - Australian Dollar; A - Australian Dollar; B - British Pound; C - Canadian Dollar; D - German Dollar; E - Euro; F - French Franc; G - Hong Kong Dollar; H - Hong Kong Dollar; I - Italian Lira; J - Japanese Yen; K - Korean Won; L - US Dollar; M - Mexican Peso; N - New Zealand Dollar; O - New Zealand Dollar; P - New Zealand Dollar; Q - New Zealand Dollar; R - New Zealand Dollar; S - New Zealand Dollar; T - New Zealand Dollar; U - New Zealand Dollar; V - New Zealand Dollar; W - New Zealand Dollar; X - New Zealand Dollar; Y - New Zealand Dollar; Z - New Zealand Dollar.

CURRENCY MARKETS

Dollar Falls Despite Prime Rate Rise

NEW YORK — The dollar ended a turbulent week on a soft note Friday, as official moves to widen U.S. Japanese interest rate differentials failed to overcome doubts that trade imbalances can be redressed without a further decline in the U.S. currency, dealers and analysts said.

London Dollar Rates table with columns for currency, rate, and change.

The rate adjustments offer some comfort and buy a bit of extra time, said Jeffrey Leeds, a managing director and senior economist at Chemical Bank.

"We are seeing some reasonable policy coordination to halt the decline in the dollar, but there is still skepticism as to what the magnitude of the commitment really is," said John Lipsky, international economist at Salomon Brothers Inc.

In New York, the dollar closed at 170.00 Deutsche marks, its lowest closing level for three months, after closing at 1.7935 DM on Thursday.

U.S. and Japanese officials disclosed Thursday that the U.S. Federal Reserve has recently tightened credit and the Bank of Japan has guided short-term yen rates lower to aid the dollar, confirming widespread speculation in the financial markets.

It was also lower against the British pound, which closed at \$1.6735, against \$1.6620 on Thursday.

Earlier, the dollar had slipped against most currencies in quiet European trading, as market participants began questioning the effectiveness of a promised Japanese interest rate cut aimed at boosting the U.S. currency and reducing Tokyo's trade surplus.

Japan Sets High In Dollar Buying

TOKYO — The Bank of Japan bought nearly \$10 billion on exchange markets in April to moderate the dollar's fall against the yen, Finance Ministry sources said Friday.

The intervention was the largest the central bank has undertaken in a single month, exceeding the previous record of about \$9 billion in January this year, dealers and analysts said.

The dollar buying only slowed the dollar's fall and did not help to reverse bearish sentiment for the U.S. currency, they said. The central bank, they said, has continued its slide against the yen, dealers said.

Both leaders agreed to take steps to help ease the U.S. trade deficit with Japan.

NAKASONE: Reagan May End Sanctions Against Japan by June Summit

(Continued from Page 1)

coming up, our ongoing review of the semiconductor agreement will demonstrate a persuasive pattern of compliance, thereby allowing the removal of the sanctions as soon as possible.

The Group of Seven industrialized countries — the United States, Japan, West Germany, France, Britain, Italy and Canada — are scheduled to meet in Venice on June 8-10.

In a joint statement, Mr. Reagan and Mr. Nakasone declared that the dollar, which has declined nearly 50 percent against the Japanese yen since the beginning of last year, had fallen enough.

Mr. Reagan promised to seek further reductions in the U.S. budget deficit, which is expected to total more than \$170 billion for fiscal 1987.

But he said the open discussions he had with Mr. Reagan and congressional leaders would enable him to cite progress when he returns.

Mr. Nakasone said Friday that Japan's peace and prosperity was dependent on a strong and healthy United States.

"We eagerly hope that you, the United States, the most important country to Japan, and its ally, will continue to be strong and healthy, both politically and economically," he said.

Meanwhile, Japan's Finance Ministry said that the current account surplus, which measures trade in services as well as merchandise, also ballooned to a record \$93.76 billion, well above the \$55.02 billion registered in 1985-86.

Both figures are above the government's own forecasts. The government had projected a \$94 billion merchandise trade surplus and an \$88 billion current surplus for 1986-87.

The report did not give a breakdown by countries. For calendar 1986, Japan's surplus with the United States totaled a record \$59 billion.

A Finance Ministry official said the steep appreciation of the yen against the dollar, which was intended to cut Japan's surplus by making its products more expensive abroad, did not have a marked effect on the trade figures.

The Finance Ministry also said that in March, Japan posted a current account surplus of \$8.3 billion, the third largest on record. It widened from \$7.4 billion in February and from \$6.9 billion in March 1986.

CHINA: Japanese Companies Push Aggressive Sales, Strong Service to Outpace Competitors for Chinese Market

(Continued from first finance page) all over China, training virtually all of their employees in the Chinese language, studying the market carefully and pursuing every business opportunity. Their employees are likely to work longer hours than their U.S. counterparts, put up with less commodious housing and stay in China longer.

Sanwa Bank Ltd., among the largest of Japanese banks, has offices in Beijing, Canton, Shanghai, Dalian and Shenzhen and is planning to set up another in Tianjin. Nine of its 12 Japanese employees in China speak Chinese.

Chitkab, the largest U.S. bank, has just three offices in Beijing, Shanghai and Shenzhen, and only one Chinese-speaking American employee.

"The Japanese do better because they are better," said a Western diplomat in Beijing. "They have a long-term perspective, they're persistent, and they're out knocking on doors."

An American businessman in China, who works with both U.S. and Japanese companies, says he is awed of the Japanese: "They are incredibly good. If they see a possible opportunity, they go all out. They rush people in from Tokyo or Hong Kong. They knock down the door. They fight for it. The Americans are more likely to throw up their hands and walk away from it. The Americans are like fish out of water."

While American companies have often favored investments in joint ventures with the Chinese, the Japanese have focused on trade.

More than 300 Japanese companies, from Sony Corp. and Mitsubishi Corp. to far smaller concerns, now have offices in Beijing, compared with about 170 American companies. And the Japanese companies are far more likely to have large networks throughout the country. For example, Nissio Iwai Corp., a trading company, has offices in Beijing, Canton, Shanghai, Nanjing, Tianjin, Dalian and Shenzhen. In contrast, International Business Machines Corp., which is among the best-regarded U.S. companies in China, has offices only in Beijing and Shanghai.

There's no business here and it's not profitable," Minoru Moriguchi, chief representative in Shanghai of Nomura Securities Co., said bluntly. But he said he was unshaken: Eventually there will be both business and profit in Shanghai — and Nomura will be there.

The lack of concern for immediate profit is most striking in Japan's lending practices. U.S. banks want to lend to China at a minimum of one-fourth of a percentage point above the London interbank offer rate, a benchmark interest rate.

Japanese companies enjoy other competitive advantages. They can, for example, make more demands on their employees, who often work long hours, accept assignments to cities that have few foreigners and few amenities, and stay three to five years. The typical American employee is away for two or three years.

There is little housing for executives in China, and thus it is very expensive. Nevertheless, American companies pay the bills and will send an executive's family to Beijing. Japanese companies are more likely to house mid-level or junior employees in cramped rooms in second-rate hotels. About half the Japanese employees appear to leave their families in Japan, reflecting corporate cost-consciousness or their preference for having their children educated there.

The average American businessman would not put up with the conditions that the average Japanese businessman puts up with, a Japanese diplomat said.

In China, Japanese companies 'are incredibly good. The Americans are like fish out of water.'

— American businessman in China

A distinguishing feature of Japanese trade strategy in China, as well as elsewhere, is to battle first for market share and worry later about profit. Japanese companies, like their American counterparts, complain that they are losing money or just breaking even in China. But they say they are building relationships that will eventually reap big profits.

There's no business here and it's not profitable," Minoru Moriguchi, chief representative in Shanghai of Nomura Securities Co., said bluntly. But he said he was unshaken: Eventually there will be both business and profit in Shanghai — and Nomura will be there.

The lack of concern for immediate profit is most striking in Japan's lending practices. U.S. banks want to lend to China at a minimum of one-fourth of a percentage point above the London interbank offer rate, a benchmark interest rate.

Japanese companies enjoy other competitive advantages. They can, for example, make more demands on their employees, who often work long hours, accept assignments to cities that have few foreigners and few amenities, and stay three to five years. The typical American employee is away for two or three years.

There is little housing for executives in China, and thus it is very expensive. Nevertheless, American companies pay the bills and will send an executive's family to Beijing. Japanese companies are more likely to house mid-level or junior employees in cramped rooms in second-rate hotels. About half the Japanese employees appear to leave their families in Japan, reflecting corporate cost-consciousness or their preference for having their children educated there.

The average American businessman would not put up with the conditions that the average Japanese businessman puts up with, a Japanese diplomat said.

Friday's OTC Prices MASDAQ prices as of 4 p.m. New York time. Via The Associated Press.

Market data table with columns for stock symbols, prices, and changes.

Market data table with columns for stock symbols, prices, and changes.

Market data table with columns for stock symbols, prices, and changes.

Market data table with columns for stock symbols, prices, and changes.

Market data table with columns for stock symbols, prices, and changes.

Market data table with columns for stock symbols, prices, and changes.

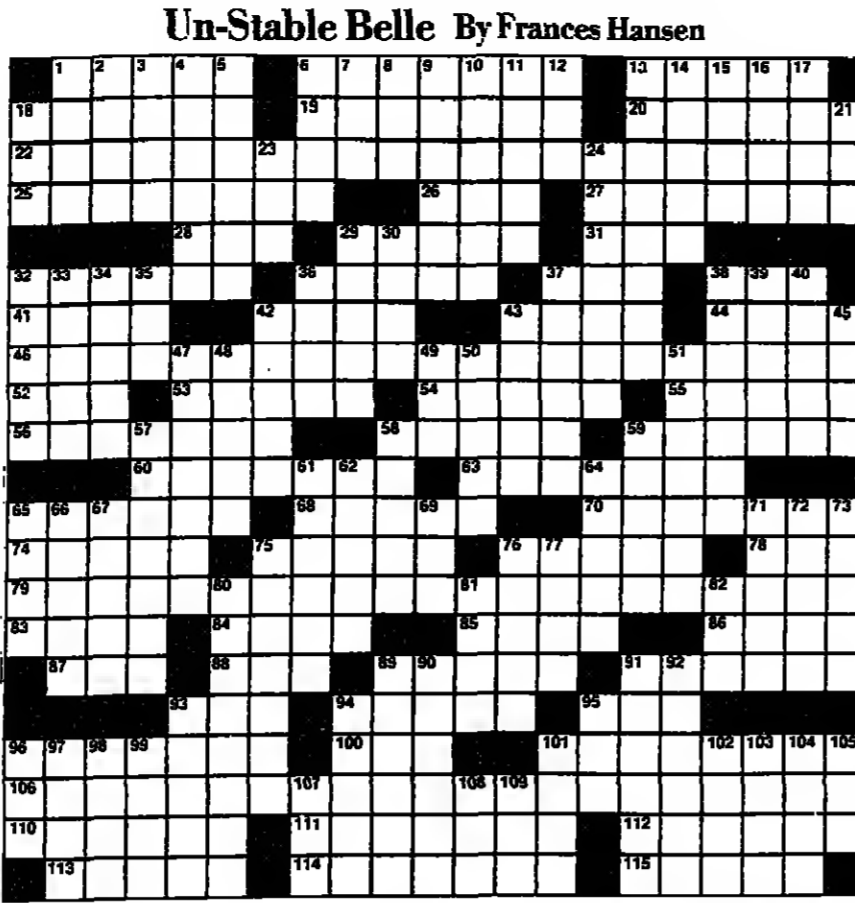
Handwritten note: Copy to file

ACROSS

1 Last Egyptian king
6 Limerick foot
13 Pat by a bishop at confirmation
18 Golanka or Francis
19 Hawthorne's "The Blithedale"
20 "Nothing doing"
22 Verse: Part I
25 Afternoon ballroom event
26 Charged particle
27 Battolozze
28 "volente"
29 Coffey
31 Deg. Wilson earned
32 He gives a dam
36 Divvy up
37 "Lord, is it?"
Matt. 26: 22
38 Jamboree sp.
41 Abruzzi cathedral town
42 Do out of
43 "Chacun — goit!"

DOWN

17 Vinegar: Comb. form
18 Take steps for one
21 Prior to, poetically
23 "The Name of the Rose" author
24 Teetered through the tulips
29 Slow boat destination
30 Knack
32 — Terre, Guadeloupe's capital
33 One of the Waters
34 Mountain ridge
35 Brit. title
36 Lose traction



Un-Stable Belle By Frances Hansen

© New York Times, edited by Eugene Malachuk

DOWN

37 "War —": Sherman
38 Reads randomly
39 Finnish bath
40 First name in Dogpatch
42 Dark-complexioned, to Shakespeare
43 Roman courtyards
45 Swirl of water
47 Pantagruel's companion
48 Came up
49 Honest one
50 The Velvet Fog
51 Barnyard strutter
57 — on a rock ...: Proudfoot

DOWN

58 Actress: Prentiss
59 Aptly named author
61 Things go hummily here
62 Like a tale of "the one that got away"
64 Tiny Tom
65 Tourist's entry permit
66 Pigment for Constable
67 Mortgage claims

DOWN

69 Kind of strike
71 Felix's "odd" friend
72 Mirella of the Met
73 Woods, in Wassy
75 Sidewalk surface
76 Poly follower
77 Clamorous
78 Allentown
81 Brubeck or Gurreyway
82 Cleo's bosom buddy
89 Crow's relative

DOWN

90 Big baking potatoes
91 Put behind bars
92 Jose enthusiasm for: Colloq.
93 Does some meter reading?
94 Word in a Nix's coast
95 Low rating
96 Hack
97 — about (approximatively)
98 1511, to Fabius

DOWN

89 "Heads — tails you lose": Crocker
101 Wonder's "— She Lovely?"
102 Tobacco, for one
103 Hoyle decision
104 Writer: Bag-nold
105 Ike
107 Britic for Cerebus
108 Wave, to Juan
109 Bled in the laundry



DOWN

1 Cleaning tool
2 Soprano Gluck
3 Fipple flute, for one
4 Like some beds
5 More acute
6 Prado offering
7 — de plume
8 Mrs. March's youngest
9 Mâché material
10 "La Vie —": Piaf hit
11 Whiff
12 Asian holiday
13 Aught
14 Swing along easily
15 Month before Nisan
16 Type of type

BEHIND THE FRONT PAGE: A Candid Look at How the News Is Made
By David S. Broder. 393 pages. \$18.95.
Simon & Schuster, 1230 Avenue of the Americas, New York, N. Y. 10020.

Reviewed by Philip Weiss

DAVID S. BRODER has written three books about politics but, conscious of the increasing influence of the media ("for many an unsettling presence at the very heart of national power"), has now turned his gaze inward. The national political correspondent and columnist for The Washington Post is urging readers and viewers to be more skeptical. Journalism, he says, is often produced in "ignorance and haste" or reflects oespeople's "ingrained values and biases."

Broder eschews a sectarian view, and his candor about so-called journalistic objectivity is bracing. His concern is that the media should cover politics so that it becomes a public "dialogue about the country's future." To the extent that the press fails in that responsibility, he is unimplying (and sometimes pious). Thus he attacks the tendencies of reporters to indulge in "plot creation" and caricature rather than dig out facts, their immunity to oew

BOOKS

Startling oews, that. Add Broder's assertion that the media "tilt towards mass movements," and the reader may be tempted to construct a critique of the press as performing a semi-official function: finger-to-the-wind, defining the limits of legitimate inquiry. Some press watchers have found evidence of such a pattern in coverage of the Iran-contra affair. The New Yorker, for instance, wrote that the mainstream organs (with which Broder is chiefly concerned: The Washington Post, The New York Times, the news magazines and the networks) resisted following up on allegations of illegal funding of the contra that appeared in peripheral outlets from Pacifica radio to The Miami Herald).

Nixon is a villain of this book, in Broder's view a dangerous figure whom just about everyone from Walter Lippmann to Stewart Alsop failed to see through. The press first rehabilitated Nixon in the late '60s; Broder quotes a favorable Newsweek clip that showed Nixon rising at 5:30 A.M. to revise a speech and then play Brahms on the piano — and argues that such behavior should have been treated as "bizarre," not inspiring.

All in all, the author is barbest on himself. He recites endless failures, from discounting the antiwar movement in 1968, to making Gerald Ford a cartoon figure, to blowing the story on the first Moodale-Reagan debate because he was despondent over a Chicago Cubs loss. When the hapless Broder scores one, walking out on Henry Kissinger rather than agreeing that a meeting should be off the record, it's a truly emotional moment.

Indeed, what most invigorates this fine book is its portrait of a rigorous reporter who approaches his work with high purpose, even passion. It might even have been titled The Education of David Broder — and should be distributed to all those jaded journalists who are annoyed that Broder continues at 57 to work the phones, that he doesn't sit back and simply gash. Reporting is such important and difficult work, he keeps saying, he's going to keep at it until he gets it right.

Philip Weiss, a contributing editor of The Columbia Journalism Review, wrote this review for The Washington Post.

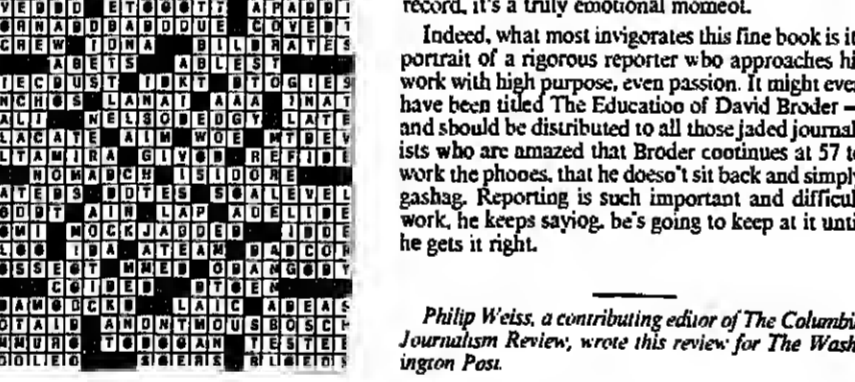
WIZARD OF ID



DENNIS THE MENACE



Solution to Last Week's Puzzle



WEATHER

EUROPE	HIGH	LOW	ASIA	HIGH	LOW
Alexandria	23	14	Bangkok	35	27
Amsterdam	14	17	Beijing	28	16
Antwerp	14	11	Hong Kong	29	24
Berlin	23	15	Kobe	24	16
Brussels	17	10	Manila	30	24
Cardiff	15	10	Seoul	24	16
Copenhagen	17	10	Singapore	29	24
Dublin	15	10	Tokyo	29	24
Geneva	17	10			
Helsinki	22	15			
Lisbon	22	15			
London	20	14			
Moscow	21	13			
Munich	22	15			
Nairobi	19	16			
Osaka	19	16			
Paris	22	15			
Prague	21	14			
Rome	14	11			
Stockholm	19	12			
Vienna	22	15			
Zurich	20	14			

World Stock Markets
Via Agence France Presse Closing prices in local currencies.

Amsterdam	Brussels	Frankfurt	London	Paris	Sydney	Zurich
Amst. 398.50	Bruss. 398.50	Frankf. 398.50	London 398.50	Paris 398.50	Sydney 398.50	Zurich 398.50
Amst. 398.50	Bruss. 398.50	Frankf. 398.50	London 398.50	Paris 398.50	Sydney 398.50	Zurich 398.50

Act now

and save more when you subscribe to the International Herald Tribune. Look for details in our regular subscription advertisement.

INTERNATIONAL HERALD TRIBUNE
CENTENNIAL

TO OUR READERS

Canadian stock market quotations were not available in this edition because of problems at the source.

SPORTS

Lakers Win, Top 2 Challengers Gone

Mavericks, Blazers, Bullets Ousted; Hawks, 76ers, Jazz Lose

Compiled by Our Staff From Dispatches
DALLAS — The two most serious challengers to the Los Angeles Lakers' supremacy in the Western Conference of the National Basketball Association disappeared from the playoffs Thursday night.

NBA PLAYOFFS
to 13 points. He did not score in the last half.

89-82 lead with an 18-4 spurt, only to have the Pistons tie at 92 with a 10-3 run. Reggie Miller scored 10 of his 21 points in that period, getting eight straight for the Pistons before Mahorn's free throw.



Dwight Gooden, right, and Mets' manager, Dave Johnson.

Gooden Rejoins Mets After Drug Treatment

NEW YORK — Dwight Gooden, after four weeks of treatment for cocaine abuse, returned Thursday to the New York Mets and acknowledged that he had "made a mistake." However, under the advice of his doctor, the Mets would not let their star pitcher talk about his drug problems.

Brewers' Sunny April Ended With Swat From Mr. October

OAKLAND, California — April may have belonged to the Milwaukee Brewers, but the last day of the month belonged to Mr. October as Reggie Jackson bit a two-run homer Thursday that enabled the Oakland Athletics to overcome the Brewers, 4-1.

THURSDAY BASEBALL

Mets 11, Expos 3; 10 to the National League, in New York, Rick Aguilera gave up three runs on three hits in the first inning, then did not allow Montreal another hit, while Keith Hernandez and Howard Johnson each hit three-run homers for the Mets. Kevin McReynolds hit a two-run shot and Dave Magadan homered with the bases empty.

Cardinals 5, Padres 4; 10 to St. Louis, Rod Booker, playing his second major-league game, got two hits and drove in two runs against San Diego. Booker was playing second in place of the injured Tom Herr and Jose Quienodo.

SCOREBOARD

Table with columns for Baseball and Basketball, listing Wednesday's and Thursday's Line Scores.

Table for National Basketball Association Playoffs, listing First Round and NBA Playoff Schedule.

Wide-Open Race Likely For Derby Field of 17

By Steven Crist
NEW YORK — Seven 3-year-old thoroughbreds were entered Thursday for the 113th Kentucky Derby at Churchill Downs on Saturday, a race so close on paper that nearly half the entrants appeared to have a reasonable chance of victory.

Mets' Hernandez Again Scuffs Up Astros' Scott

NEW YORK — Keith Hernandez raised his career average against Mike Scott of the Houston Astros to .393 Wednesday, driving in both runs with a homer and a single as the New York Mets ended a three-game losing streak with a 2-1 victory.

Major League Standings

Table showing Major League Standings for American League and National League.

Major League Leaders

Table showing Major League Leaders for batting average, home runs, and other stats.

European Soccer

Table showing European Soccer results and standings.

U.K.'s Brown Leads in Las Vegas Golf

LAS VEGAS (NYT) — Ken Brown of England kept his first-round, one-shot lead of eight-under-par 64 in the Las Vegas Invitational golf tournament without swinging a club Thursday while half the field of 156 finished opening rounds halted by a three-hour thunderstorm late Wednesday.

Transition

Transition
BOSTON — Continued from Page 16. Boston's Paul Foye, who had been in the lineup for the last few days, was replaced by...

World Championships

World Championships
(AM View)
Wednesday (Final Round)
Czechoslovakia 3, Sweden 2
Thursday (Consolation Event)
Finland 2, Switzerland 2
Friday (Final Round)
Czechoslovakia 3, West Germany 2
Saturday (Final Round)
Czechoslovakia 3, Canada 2

U.S. Hockey Player Fails Drug Test

VIENNA (AP) — Scott Young of the United States has tested positive for drugs at the World Hockey Championships, but U.S. team officials said Wednesday it was because he had taken the sinus medication Sinutab.

For the Record

For the Record
Nelson Piquet of Brazil, the two-time world champion, crashed Friday after the fastest practice run for Sunday's San Marino Grand Prix at Imola, Italy, and was hospitalized with a concussion and bruises.

Escorts & Guides, International Classified, and other service advertisements.

The Press and the Princess

By Suzanne Lowry
International Herald Tribune

WHATEVER happened to Lady Di? We all know, of course: She got to marry the rich and charming prince, one of the last genuine specimens extant, brought lots of lovely new clothes, traveled the world, was showered with jewels, had two little princes of her own, and is living happily ever after in her palace, and in the pages of just about every publication in the Western world.

Or is she? The delight of fairy tales is that they tend to close the curtains before the difficult bit of the story starts. In real life, "ever after" can be a long, hard haul, especially if lived out in the public eye and private fantasies of a mass audience, used to mass entertainment. Add six years in an eternity when it comes to British popular journalism, the main promoter of this particular saga.

This week it began to look as if the end of the rainbow was in sight, with those very same writers and photographers who have waxed fat on the royal roadshow in general and the Diana trail in particular by spewing out column inches of adulation, speculation and gush, now vying with each other to bring the bad news. The prince and princess are drifting apart; Prince Charles is "sad and lonely." Diana is "trapped." They now spend "more time apart than together." Their relationship has "soured." All this and more in The Star, from Penny Juno, author of a previous, adulatory "biography" of the princess.

In Today, Anthony Holden, author of a hefty but unauthorized biography of Charles, and who is working on another to celebrate the prince's 40th birthday, queried the pair's compatibility, and even their heir to the throne's suitability for his destiny.

The Sun and other tabloids quickly picked up the "drifting apart" theme, emphasizing Diana's return alone from Spain while her husband went on a painting holiday in Italy — the fourth separate trip he has taken in four months. (One of the previous expeditions was to walk in the desert with his 84-year-old "guru," Laurens van der Post.) And so on. Followed, predictably, by discreet details from

"friends" via Press Association, the British news agency. This is hardly the first time Diana, national totem or not, has suffered negative coverage. The sugary language has always been heavily laced with spite, and coverage of her doings has often verged on the intrusive and destructive. Early on in her marriage she expressed dismay that the siege had not been lifted, that she seemed to have married not only her prince, but a whole rag-taggle press gang, her first and most loyal courtier.

"How long will this go on?" she wailed, adverting to the darker side of adulation. Stories of her tantrums, anorexia and high-handedness countered the "sweet," "shy," "fresh" first impressions. She was a "spoiled brat," a "little French" she was lonely, cut off from her old friends; she was impudently sacking staff, and cutting out Charles's old friends.

The palace press officers, Michael Shea and Victor Chapman, blustered their denials and refutations. The lady herself — when later allowed to appear on television to counter allegations in a witty hatchet job done by Tina Brown, the British-born editor of Vanity Fair — told how it felt to read such stuff: "You wake up in the morning and think 'Help! Fantic! Nobody wants to see me.'"

But they did want to "see" her: A princess is, after all, for looking at; making appearances is the main part of her job. She is a genius at it, knowing exactly how to make (or break) if she's feeling like it; a picture, and excelling in the art of small talk. In the television age, however, wooden and ceremonial appearances are not enough. The public wants a script, and so one emerged.

It became quite a running joke that the royal mega-series should be called "Palace," not "Dallas." Certainly, few writers could have come up with a better cast of characters: the irascible, tactless palace official; the agonized, post-scientific-prince and her with a taste for mysticism; the horsey, formidable sister; the theater-loving brother; the adorable granny; the scandalous foreign cousin.

Now there is a change of tone, and a rash of rather unpleasant



"Lady Di" 1981; and, right, with Charles recently.

stories. Prince Edward leaves the Marines. Diana sarks her nanny. Then the impeccable Queen Mum is found to have a cache of female relations incarcerated in a mental home. And the black widow, evil, king-stealing Wallis Simpson managed to upstage them all from beyond the grave by bequeathing her wealth, by way of an eye-boggling jewel sale, to the institution that may find the cure for AIDS.

It has always been rather difficult, for both readers and writers, to distinguish fantasy from reality in "Palace," and because of the mystique and omnipresence of the players, the former has tended to prevail. But now an element of old realism, boredom even, is creeping in, and hard questions are being asked. The romance, in short, is over. When I started "watching" Diana, during the first year of her marriage, when she was being hounded with particular ferocity by the paparazzi of the world, and the queen and palace press officers were fighting to protect her, it was extremely difficult to say anything at all, either in conversation or in print, that was detached and neutral. You could be nasty in your speculative fantasies, but not cool in any kind of analysis or appraisal. The hard-baked version of my book, "The

Princess in the Mirror," an attempt to look at the princess's effect on others and what her superficial popularity meant, was published in 1984, and got polite but rather nervous attention. The paperback, revised and renamed "The Cult of Diana," published recently, made some headlines, and seemed to hit a nerve. In 1982, the London Sunday Times decided against a serious investigative piece about Diana and her impact, in case it might sound too "anti;" this week the same paper commissioned Stephen Fife to write a column about the tide-turn against the royals.

In a sense this is back to normal. In the pre-Diana days, the charlatans had faded greatly, and criticisms of almost all members of the cast, apart from the Queen Mother, was fairly constant. The next princess, for a time, changed everything. "She saved the House of Windsor," as one Fleet Street gossip writer quipped.

If she saved it, then she could also, by implication, bring it down, and in any case "Palace" without Diana would be like "Fanny" without the prince.

Or would it? With great timing, the next princess to stamp out of the Sitona Ranger undergrowth was none other than Fergie, who is out above making fun of herself



and, right, with Charles recently.

and the others. Attempts to return the Diana transformation story led only to farce, although there was a fair bit of mileage in trying to parody the two as rivals, with Diana sniffed at being "top staged." Which has been: A recent poll revealed Sarah as the most liked member of the family, not least because she seemed "normal."

For social, read real. The truth seems to be that this soap opera is running out of bubbles. The problems being addressed by Charles in his own, private virtuous mind are serious ones, as are the problems of the country he rules every day. But the kind of concerns he manifests — inner-city poverty, unemployment, even his own family's pay — are not conducive to the perpetuation of the monarchy. Charles is struggling to make himself "real," to imbue the showcase of British royalty with more than the ceremonial Disneyish function it has got stuck with.

The British tabloids have long speculated about Diana's staying power, and secretly longed for the day when she might "bolt," as her

mother did. Or take a lover, or both. At the moment it is Diana who is holding course, looking to become, at too young an age perhaps, a true royal matriarch, wielding formidable power as she upholds the status quo. She was a blank check for the nation when she appeared and did her amazing Cinderella transformation, growing from schoolgirl to glittering butterfly, apparently almost overnight. The fashion industry has advertised itself by making her a vamp by night and a middle-aged matron by day, at least when she is on duty.

The press has flattered and frightened her. Now they are ready to dismiss her, put her back in the cupboard like the doll they made of her. "I don't believe that she exists at all. We invented her," said an Australian television journalist recently. However, could she may have been in the conception of her own persona, that may have to be the hardest criticism she may have to bear.

Suzanne Lowry is on the staff of the International Herald Tribune.

PEOPLE

Making Film Whoopee

Whoopi Goldberg nearly had a confrontation with police and Secret Service agents while shooting a scene involving machine guns in a downtown alley, police said in Los Angeles. A Secret Service unit walking down Broadway Thursday afternoon on an unannounced assignment saw three men walking with machine guns. Sergeant Charles Mesley said. The agents called police to report a robbery in progress and warn them about the machine guns and an armed man on the roof of the building, Mesley said. Police dispatched units to the scene only to discover Goldberg and her crew shooting her film, "Fatal Beauty," in an alley behind the building.

One of Soviet Union's entries at the Cannes International Film Festival will be "Repentance," a surrealist film that was banned for two years because of its blunt depiction of the horror of the Stalin era. The government lifted the ban in October and, since then, Muscovites have been packing 15 Moscow theaters to see the director Tengiz Abuladze's view of the Stalin purges of the 1930s. The Tas news agency said that the film will be included among five submitted to the May 7-19 French film festival.

The Italian concert violinist Luigi Alberto Bianchi paid \$240,000 (about \$726,000) for a 271-year-old Stradivarius violin at a Christie's auction in London, the largest sum ever paid at auction for a musical instrument. Bianchi said later: "I would have paid more — it has a perfect sound. I already had a Stradivarius, but I am selling it now that I have 'The Colonus.'" The violinist said he will give his first public recital on his new acquisition at a Stradivarius exhibition in Geneva on June 3.

Michael Reagan, the adopted son of President Ronald Reagan, says he was sexually molested repeatedly as a 7-year-old by a "father-figure" day-camp leader. In an outline of an autobiography circulating in New York publishing houses, Michael Reagan, now 41, described a lonely and neglected childhood in which he was emotionally unable to resist the molestation. The president and his wife Nancy only learned of the molesta-

tion when Michael Reagan and his family visited them on Palm Sunday in California. President Reagan, asked about the incident, said: "I'm sorry. When he was a little boy, he didn't let us know at the time."

"Come hear the music play," goes the title song to the musical "Cabaret," but audiences at London's Strand Theatre heard no orchestra for two nights. The 13-person orchestra had walked off the job Wednesday to protest the dismissal of five of their members. "We have a musical without any music, but the singing is wonderful and it is in the tradition of English theater," the producer Willie Hancock told the audience of 51, who doted the 897-seat playhouse in London's West End theater district Thursday. On a normal weeknight, the musical plays to between 2,000 and 600 people, Hancock said.

An airline baggage handler convicted of stealing the Lone Ranger's chrome-plated Colt .45s was sentenced to 10 years' probation and fined \$5,000. Edward Louis Young III, 43, who had faced up to 10 years in prison, was convicted of theft of the two guns and their belt. On Monday, Clayton Moore, who played the Lone Ranger on the old television series, testified that the revolvers were stolen from his baggage as he returned home to Los Angeles from a goodwill visit to Houston last year.

Searchers in Maine still hope to find the remains of Charles Nungesser and François Coli, the crew of a French biplane that disappeared trying to cross the Atlantic. Two days before Charles Lindbergh left a clue they thought they had earlier this week when a bone was discovered in the forest around it to a false alarm. A University of Maine anthropologist, Marcelle Sorg, reported the fragment was the right tibia of a young moose. Nungesser and Coli were the pilot and navigator of L'Oiseau Blanc (The White Bird), which left France May 8, 1927. They were trying to collect a \$25,000 prize for the first nonstop Atlantic crossing. Lindbergh collected the prize 25 days later by flying his Spirit of St. Louis from New York to Paris.

GOING ONCE, TWICE, SOLD!!!

INTERNATIONAL ART AUCTIONS, SALES, COLLECTOR'S GUIDES IN SATURDAY'S INTERNATIONAL HERALD TRIBUNE TODAY ON PAGE 9.

ANNOUNCEMENTS

FRAT-SIT WANTED IN PARIS: Legal (not illegal), responsible relationship, available July, White Mt. Green, Cumberland Gardens, London WC1.

YOUR MAN IN NEW YORK: Person of business, non job, non sex, large or female, 572-9230. Hooping, cocaine, research, etc.

FERING LAWYER — handling probate/SCS/HSB cases in England, 3 pm, 11 pm. Tel. Fax 23 81 80.

INTERNATIONAL CLASSIFIED

MOVING	REAL ESTATE FOR SALE	REAL ESTATE FOR SALE	REAL ESTATE FOR SALE	REAL ESTATE FOR SALE	REAL ESTATE FOR SALE
CONTEX: Small & medium units, 300 sq ft, 1000 sq ft. Call Charles, Fax: 42 81 18 81 (Paris Office).	7 ACRE MOUNTAIN ESTATE: 1100 sq ft. 3 bedrooms, large living/conv. room, pool, tennis, view. P.O. Box 410, Congaree, S.C. 29427.	181 sq ft. 2 bedrooms, large living/conv. room, pool, tennis, view. P.O. Box 410, Congaree, S.C. 29427.			

MAKE A FORTUNE

124th AUSTRIAN NATIONAL LOTTERY

Only 100,000 Tickets participate in weekly drawings starting May 11th until October 8th 1987

56,105 Winners will cash one of the following prizes:

2 x US\$ 1,600,000.00	2 x US\$ 800,000.00
10 x US\$ 160,000.00	36 x US\$ 80,000.00

plus 56,050 other Cash-Prizes up to US\$ 40,000.00

MAGIC MASCOT free of charge

Our present to you:

For your protection, the ANL is under strict government control.

- Anonymous and strictly confidential.
- All winnings are paid out tax-free, in any currency, anywhere.

As soon as we receive your order, we will send your tickets, the drawing schedule and the lottery rules. As well, the official drawing lists will be airtailed at the end of each class and most important, we notify all winners immediately.

MAKE A DATE WITH LUCK!
Fill in the coupon below and order your tickets

PROKOPP
ANL's official distributor

please send

Full 1/1 ticket US\$ 672.00
Half 1/2 ticket US\$ 336.00
Quart. 1/4 ticket US\$ 168.00

valid for the whole lottery of 6 months / 6 classes. 1 add for mailcharges and winning lists US\$ 12.00 (Europe) resp. US\$ 18.00 (Overseas).

Payment of totally US\$ by check/cash (reg. mail) enclosed.

Name _____
Address _____
City/Country _____ POBox _____

International Business Message Center

BUSINESS OPPORTUNITIES	TAX SERVICES	BUSINESS OPPORTUNITIES	SHIPPING
ATTENTION EXECUTIVES: Australia's business message center... 51982-2300. Fax: 5177-4669.	IRS/TAX PROBLEMS: Former IRS Attorney will help with IRS problems... 212-751-9988. Fax: 428-8979.	WINNER INVESTMENT: A leading for a Vice President in every country for a world-wide market... 51982-2300. Fax: 5177-4669.	SHIP YOUR CAR TO A NEW USA: VIA AIRWAY AND SAVE... 212-751-9988. Fax: 428-8979.

AUTOMOBILE MARKET

AUTO SHIPPING	AUTOS TAX FREE	AUTOS TAX FREE
SHIP YOUR CAR TO A NEW USA: VIA AIRWAY AND SAVE... 212-751-9988. Fax: 428-8979.	SHIPSIDE: BUY YOUR NEXT CAR TAX FREE OR USE OUR BUY BACK PROGRAM... 212-751-9988. Fax: 428-8979.	TOYOTA FRANCE: EXCLUSIVE IMPORTER OFFICIAL EXPORT SERVICE... 212-751-9988. Fax: 428-8979.

Pages 5 & 17 FOR MORE CLASSIFIEDS

DAKS LONDON

EXCLUSIVE DAKS CLOTHES FOR MEN AND WOMEN AT DAKS CORNER LONDON PARIS MUNICH HONG KONG

TRANSKO: Tax free auto shipping... 212-751-9988. Fax: 428-8979.

Imprimé par Offprint, 73 rue de F.Waugli, 75019 Paris.